

prepared by:

PFM Advisors

Independent Investment Consultants

Two Logan Square, Suite 1600

18th & Arch Streets

Philadelphia, PA 19103

215/567/6100

www.pfm.com

prepared for:

Beaver County Employees' Retirement System

Performance Review First Quarter 2007

Executive Summary

Market Index Performance

For periods ending March 31, 2007

	<i>Current Quarter</i>	<i>YTD</i>	<i>1 Year</i>	<i>2 Year</i>	<i>3 Year</i>	<i>5 Year</i>	<i>10 Year</i>
DOMESTIC EQUITY							
RUSSELL 1000 VALUE	1.25%	1.25%	16.81%	15.04%	14.41%	10.24%	10.85%
S&P 500	0.64%	0.64%	11.83%	11.78%	10.06%	6.27%	8.21%
RUSSELL 1000 GROWTH	1.19%	1.19%	7.06%	10.07%	7.02%	3.48%	5.51%
RUSSELL MIDCAP VALUE	4.86%	4.86%	17.12%	18.71%	18.58%	15.22%	14.00%
RUSSELL MIDCAP GROWTH	3.96%	3.96%	6.89%	14.51%	12.41%	9.45%	9.44%
RUSSELL 2500	3.55%	3.55%	8.22%	15.86%	13.25%	12.14%	12.03%
RUSSELL 2000 VALUE	1.46%	1.46%	10.39%	16.88%	14.47%	13.61%	13.46%
RUSSELL 2000	1.95%	1.95%	5.89%	15.44%	11.99%	10.94%	10.23%
RUSSELL 2000 GROWTH	2.47%	2.47%	1.56%	13.94%	9.41%	7.87%	6.30%
RUSSELL 3000	1.27%	1.27%	11.29%	12.78%	10.85%	7.23%	8.69%
INTERNATIONAL EQUITY							
MSCI EAFE AFTER TAXES	4.08%	4.08%	20.20%	22.29%	19.83%	15.78%	8.32%
MSCI AC WORLD NET	2.48%	2.48%	15.87%	17.78%	15.43%	11.67%	5.42%
MSCI EMERGING MARKETS FREE	2.26%	2.26%	20.65%	33.38%	27.57%	24.50%	8.62%
REAL ESTATE							
NAREIT EQUITY	3.46%	3.46%	21.76%	29.84%	22.55%	22.08%	14.79%
NCREIF PROPERTY	3.62%	3.62%	16.59%	18.38%	17.42%	13.73%	12.82%
DOMESTIC FIXED INCOME							
LEHMAN BROS. AGGREGATE	1.50%	1.50%	6.58%	4.40%	3.31%	5.35%	6.45%
LB GOVT/CREDIT	1.48%	1.48%	6.38%	4.17%	2.90%	5.57%	6.51%
LB GOVT/CREDIT INTERMEDIATE	1.59%	1.59%	6.14%	4.08%	2.59%	4.90%	5.98%
ML 1-3YR TREASURY	1.41%	1.41%	5.01%	3.66%	2.30%	3.11%	4.76%
LEHMAN BROS. HIGH YIELD	2.65%	2.65%	11.60%	9.50%	8.61%	10.40%	6.75%
CASH EQUIVALENTS							
90 DAY U.S. T-BILLS	1.25%	1.25%	5.07%	4.30%	3.41%	2.59%	3.80%

Beaver County Employees' Retirement Fund

Total Fund Performance Summary

For periods ending March 31, 2007

Total Fund Market Value(\$)

\$187,269,344

Total Fund Performance (\$)

<i>Trailing Period</i>	<i>Return on Investment</i>
Quarter	\$2,307,000
Year-to-date	\$2,307,000
1 Year	\$18,232,000

Total Fund Performance (%)

<i>Trailing Period</i>	<i>Total Fund</i>	<i>Target Policy</i>	<i>Difference</i>	<i>Universe Ranking**</i>
Quarter	1.25%	1.69%	-0.44%	94
Year-to-date	1.25%	1.69%	-0.44%	94
1 Year	10.87%	10.74%	0.13%	50
3 Year	8.40%	8.08%	0.32%	81
5 Year	7.48%	6.95%	0.53%	81

** 1 is highest, 100 lowest

Total Fund Performance Guide

<i>Target Policy (Effective Date: March 2007)</i>		
19.5% Russell 3000	2.0% S&P 600	19.5% Lehman Brothers Aggregate
7.5% Russell 1000 Value	8.0% MSCI EAFE	15.5% Lehman Government/Credit
22.0% S&P 500	6.0% NCREIF Property	
<i>Universe Type</i>	<i>Market Value (\$)</i>	<i>Observations (#)</i>
Public	\$742.9 Billion	161

Beaver County Employees' Retirement Fund

Asset Class/Manager Performance Summary

For periods ending March 31, 2007

	<i>Current Quarter</i>	<i>YTD</i>	<i>1 Year</i>	<i>2 Year</i>	<i>3 Year</i>	<i>5 Year</i>
TOTAL FUND	1.25%	1.25%	10.87%	10.30%	8.40%	7.48%
TOTAL DOMESTIC EQUITY (Equity Only)	0.91%	0.91%	12.20%	13.17%	11.26%	7.45%
C.S. MCKEE & COMPANY	1.02%	1.02%	10.51%	13.91%	12.56%	11.45%
<i>RUSSELL 3000 *</i>	<i>1.27%</i>	<i>1.27%</i>	<i>11.29%</i>	<i>12.78%</i>	<i>10.85%</i>	<i>8.12%</i>
MDL CAPITAL MANAGEMENT	1.77%	1.77%	14.85%	N/A	N/A	N/A
<i>RUSSELL 1000 VALUE</i>	<i>1.25%</i>	<i>1.25%</i>	<i>16.81%</i>	<i>15.04%</i>	<i>14.41%</i>	<i>10.24%</i>
CIM INVESTMENT MANAGEMENT	0.56%	0.56%	13.02%	12.53%	10.27%	6.08%
<i>S&P 500/ S&P 600 BLEND **</i>	<i>0.84%</i>	<i>0.84%</i>	<i>11.30%</i>	<i>12.00%</i>	<i>10.38%</i>	<i>6.62%</i>
TOTAL INTERNATIONAL EQUITY (Equity Only)	2.94%	2.94%	21.81%	N/A	N/A	N/A
BOSTON COMPANY	2.94%	2.94%	21.80%	N/A	N/A	N/A
<i>MSCI EAFE</i>	<i>4.08%</i>	<i>4.08%</i>	<i>20.20%</i>	<i>22.29%</i>	<i>19.83%</i>	<i>15.78%</i>
TOTAL REAL ESTATE (Real Estate Only)	N/A	N/A	N/A	N/A	N/A	N/A
ERECT FUNDS	N/A	N/A	N/A	N/A	N/A	N/A
<i>NCREIF PROPERTY</i>	<i>3.62%</i>	<i>3.62%</i>	<i>16.59%</i>	<i>18.38%</i>	<i>17.42%</i>	<i>13.73%</i>
TOTAL DOMESTIC FIXED INCOME (Bond Only)	1.45%	1.45%	6.62%	4.22%	2.93%	4.69%
CIM INVESTMENT MANAGEMENT	1.58%	1.58%	6.87%	4.14%	2.89%	4.69%
<i>LEHMAN BROS. GOV'T CREDIT</i>	<i>1.48%</i>	<i>1.48%</i>	<i>6.38%</i>	<i>4.17%</i>	<i>2.90%</i>	<i>5.57%</i>
C.S. MCKEE & COMPANY	1.44%	1.44%	6.57%	4.73%	4.02%	6.22%
MDL CAPITAL MANAGEMENT	1.13%	1.13%	6.03%	3.78%	2.25%	3.90%
<i>LEHMAN BROS. AGGREGATE</i>	<i>1.50%</i>	<i>1.50%</i>	<i>6.58%</i>	<i>4.40%</i>	<i>3.31%</i>	<i>5.35%</i>

* Index changed 4th quarter '02 to reflect small cap allocation and 1st quarter '04 from Russell 3000 Value to Russell 3000.

** Index changed 4th quarter '02 to reflect small cap allocation.

Beaver County Employees' Retirement Fund

Asset Allocation Targets

For periods ending March 31, 2007

<i>Asset Class</i>	<i>Target</i>	<i>Min.-Max. Range</i>	<i>Current Weight 03/31/07</i>	<i>Within Target Range?</i>
Domestic Equity	51%	41% - 61%	55.6%	Yes
International Equity	8%	3% - 13%	5.5%	Yes
Real Estate	6%	0% - 8%	2.7%	Yes
Fixed Income	35%	25% - 45%	34.3%	Yes
Cash	0%	0% - 10%	1.9%	Yes

Beaver County Employees' Retirement Fund Investment Policies

For periods ending March 31, 2007

<i>Policies</i>	<i>Status</i>	<i>Explanation</i>
Individual equity issues not to exceed 5% at market.	In Compliance	Largest holding represents less than 5% of the portfolio's market value.
Overall rating of the fixed income assets are "A" or better.	In Compliance	Fixed income assets consist of government or corporate bonds with an overall rating of "A" or better.
Total portfolio performance should outperform CPI by 6.5% for rolling five-year periods.	Not In Compliance	Due to market conditions, total portfolio return has lagged CPI+ objective for the latest five-year period.
Prohibited transactions must be avoided.	In Compliance	No prohibited transactions have occurred.
Money managers adherence to policy guidelines and objectives.	In Compliance	All money managers adhered to established investment guidelines and objectives.

<i>Observations</i>	<i>Recommendations</i>
Overall portfolio return lagged the blended index for the quarterly period ending 03/31/07.	MDL Capital Management should remain on watch list.
Overall portfolio return exceeded the blended index for the one-year period ending 03/31/07.	

Economy and Capital Markets Review

March 31, 2007

* First quarter GDP decreased to 1.3%. The Fourth quarter GDP was 2.5% on an annualized basis.

* The Federal Open Market Committee decided to keep its target for the federal funds rate at 5.25%. Recent indicators have been mixed and the adjustment in the housing sector is ongoing. Nevertheless, the economy seems likely to continue to expand at a moderate pace over coming quarters. In these circumstances, the Committee's predominant policy concern remains the risk that inflation will fail to moderate as expected. Future policy adjustments will depend on the evolution of the outlook for both inflation and economic growth, as implied by incoming information.

* The first quarter unemployment rate remained relatively stable. For January, February, and March, the rates were 4.6%, 4.5%, and 4.5% respectively. It remains to be seen whether this historically low rate is the natural rate of unemployment which prevents an acceleration of inflation.

* The first quarter experienced an increase in every month for the CPI (CPI-U). The CPI for January and February increased by .2% and .5% respectively. Energy costs increased 0.9 percent in February after declining 1.5% in January.

* The trade deficit (import/export of goods & services) decreased \$0.3 billion in November to \$64.7 billion, and the services surplus increased \$0.2 billion to \$6.5 billion.

*Crude Oil for June 2007 delivery climbed \$1.78 to settle at \$65.89 a barrel as of March 31, 2007. U.S. gasoline inventories stood at the lowest level since October 2005 and were about 3 percent below the level at this time last year. With U.S. gasoline inventory days of supply at the lowest levels in two decades, any further shutdowns in refinery capacity could have a serious effect on U.S. gasoline prices. Heating oil futures rose more than 6 cents to close at \$1.8945 a gallon. Natural gas prices rose 17.3 cents to finish at \$7.687 per 1,000 cubic feet.

* In the first quarter, the dollar once again turned in a mixed performance against major currencies. The dollar fell the most in more than a week against the euro and weakened versus the yen as signs of a U.S. economic slowdown increased the likelihood that the Federal Reserve will reduce borrowing costs in the third quarter. The dollar fell 0.29 percent to \$1.3369 per euro. It was the biggest drop since March 26. The dollar declined 0.21 percent to 118.70 yen, sliding from a five- week high of 119.09.

* Industrial production (Total Index) for the months of December, January and February turned in mixed results. Industrial production increased 1.0 percent in February after a decrease of 0.3 percent in January and a rise of 0.8 percent in December. The rate of capacity utilization for total industry in February rose 0.6 percentage point, to 82.0 percent.

* Business inventories rose in November by 0.2% and 5.6% from a year earlier. December inventories were unchanged 0.0% and a year-on-year increase of 4.9%. January continued the momentum in inventory expansion increasing by 0.2% and 4.3% for a year earlier.

* In the fourth quarter, productivity (nonfarm business sector/revised) rose 1.6% from third quarter and 1.4% from a year earlier. Unit labor costs in the nonfarm business sector rose 6.6% on an annualized basis.

* Retail sales haven't risen for three straight months since March through May of last year. Consumer spending, which accounts for more than two-thirds of the economy, grew at a 4.4% pace last quarter, allowing for the fastest pace of growth since the first quarter of 2006. The economy will probably expand at a 2.5% pace in the first three months of 2007, even with a 2.5% fourth- quarter rate. Slowing growth will allow the Fed to continue holding interest rates steady, economists said.

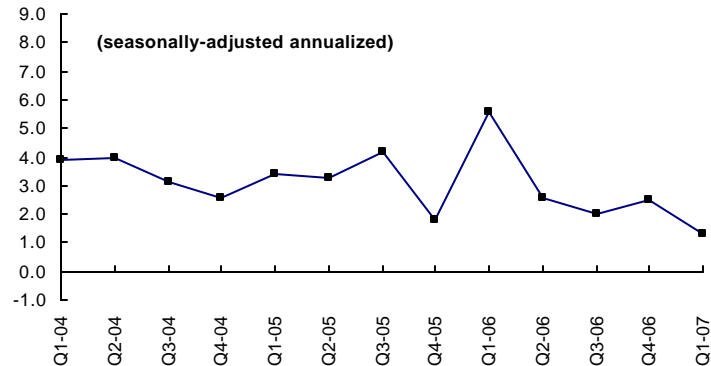
* New-home sales in the U.S. unexpectedly fell in February to the lowest since June 2000, dimming prospects for a quick revival in housing. Pending home resales, rose 0.7 percent to 109.3, after a revised 4.2 percent drop in January.

* The PMI index (an indicator of manufacturing activity) decreased in January to 49.3, but increased in February to 52.3. A reading above 50% indicates that the manufacturing economy is generally expanding; below 50% indicates that it is generally contracting. The Conference Board's Consumer Confidence Index, which had increased in February retreated in March to 50.9. The Index now stands at 107.2 (1985=100), down from 111.2 in February.

Economy - For periods ending March 31, 2007

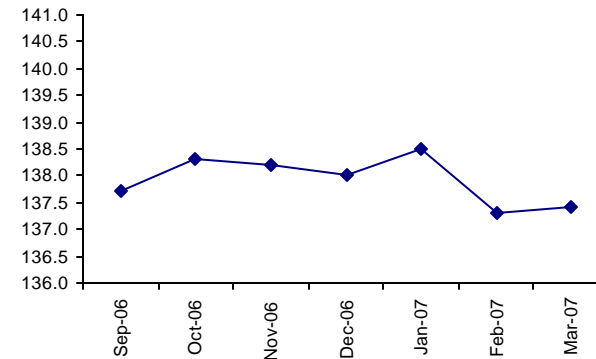
GDP Growth

Advanced first quarter GDP estimates show a decrease in the growth rate to an annualized rate of 1.3%



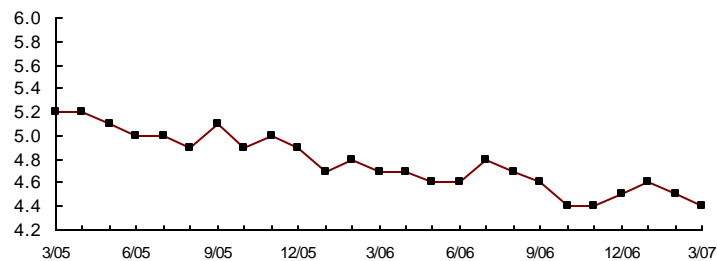
Leading Indicators

The U.S. leading index has decreased by 0.1% in the past 6 months.



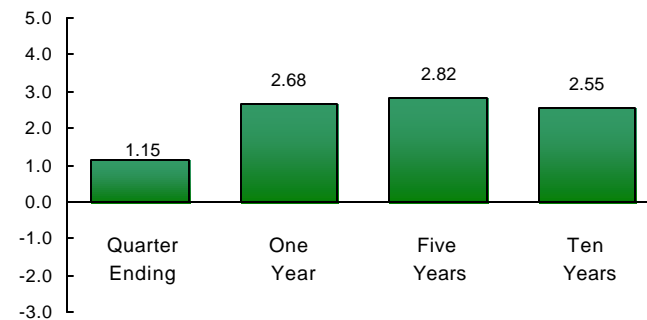
Unemployment

The U.S. Unemployment rate lowered to 4.4% at the end of the 1st quarter.



Inflation

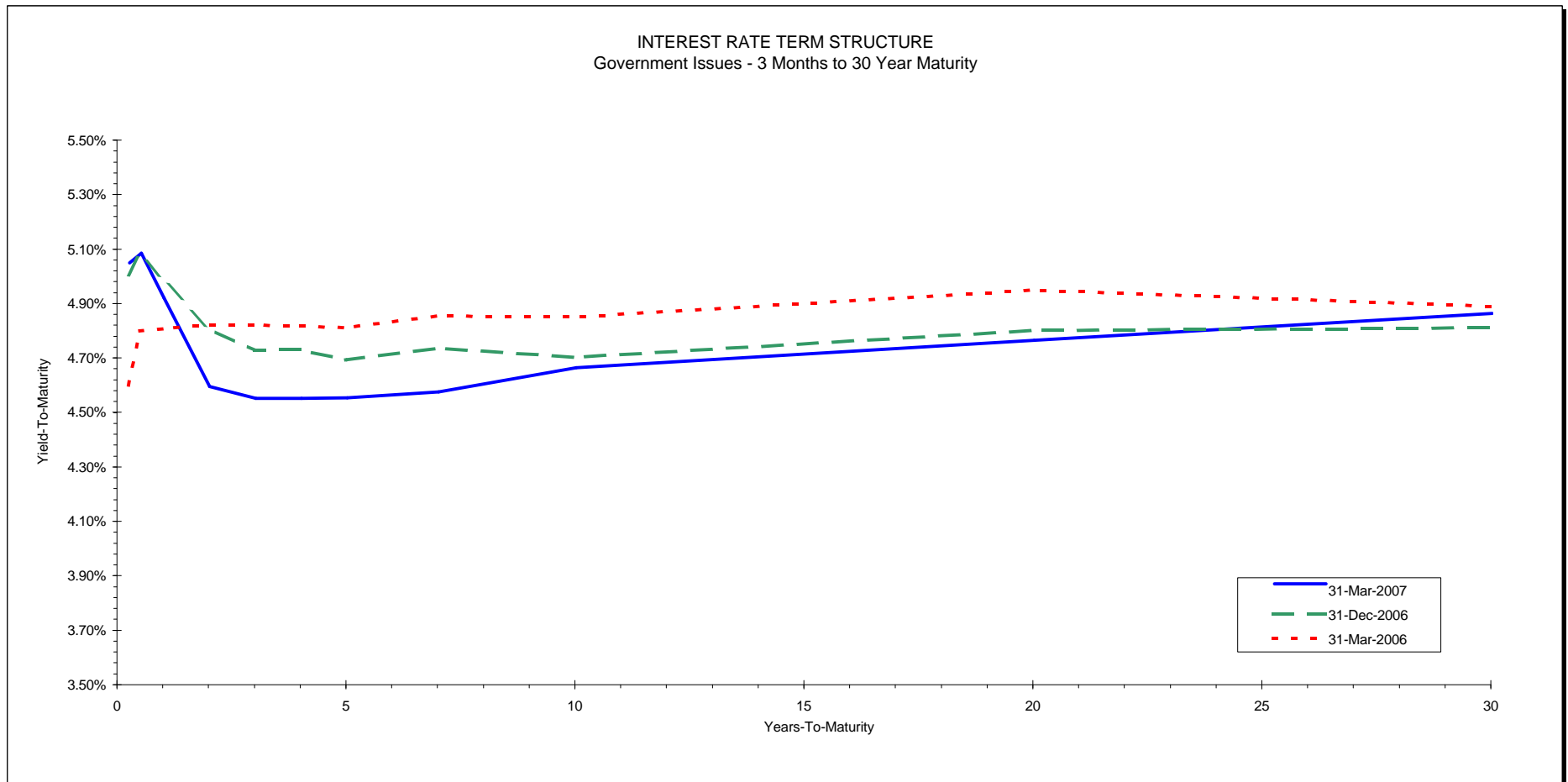
The Consumer Price Index increased to an adjusted annual rate of 2.68% for the year ending March 31st.



Treasury Yield Curve

* In the two FOMC meetings this quarter, the Federal Reserve kept rates unchanged. The current yield curve sits mostly below last quarter's yield and below the yield curve dated March 31, 2006.

* For the first quarter, there is an inversion of the curve: the three-month rate is 19 basis points higher than the thirty-year rate.

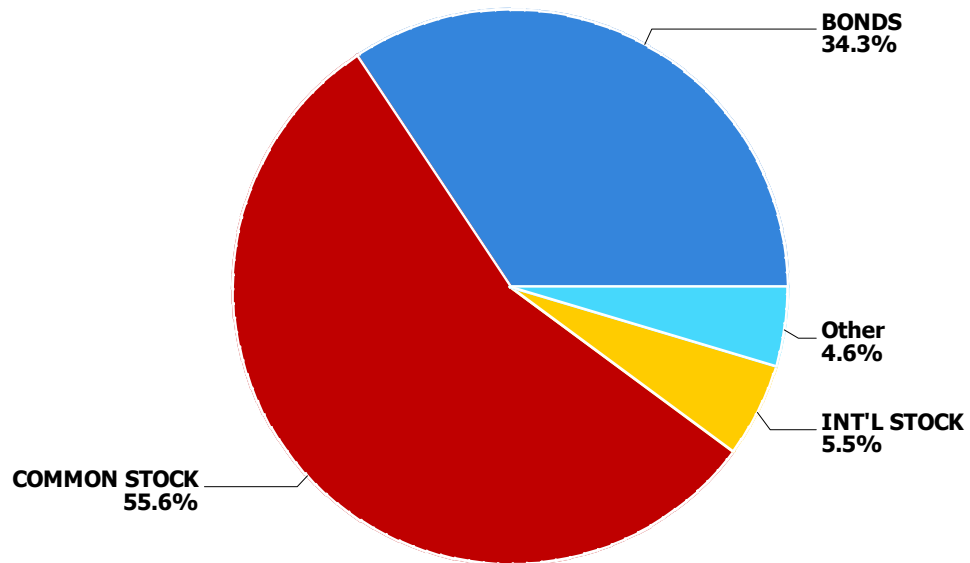


Beaver County Employees' Retirement Fund

As of March 31, 2007

Asset Allocation Analysis

TOTAL FUND

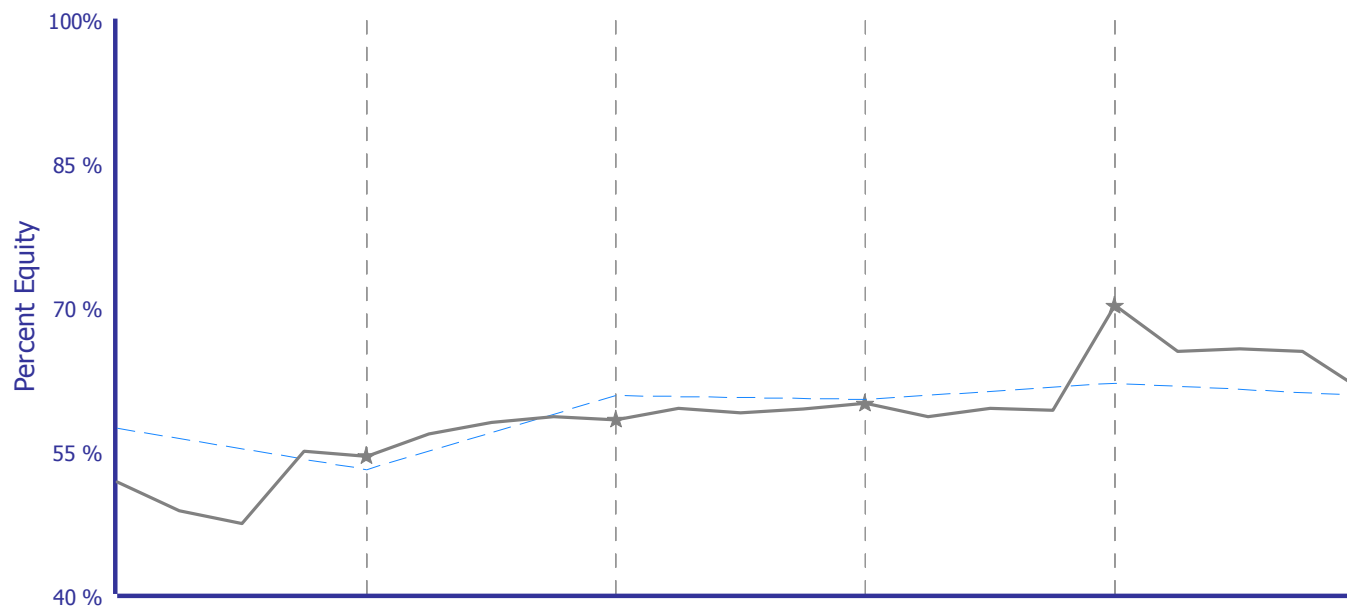


Asset Class	Market Value	Current%
BONDS	64,258,553	34.3
COMMON STOCK	104,089,044	55.6
INT'L STOCK	10,374,802	5.5
REAL ESTATE	5,023,996	2.7
TEMPORARY INVST	3,522,950	1.9
Total	187,269,344	100.0

Beaver County Employees' Retirement Fund

Periods Ending March 31, 2007

Asset Allocation History Total Public Funds - Equity Commitment



	3/02	3/03	3/04	3/05	3/06	3/07
5th	70.3	67.0	73.4	71.8	73.2	70.4
25th	61.7	58.7	65.1	65.2	66.1	64.8
Median	57.3	53.0	60.7	60.3	62.0	60.7
75th	49.5	46.7	54.2	54.6	56.2	54.3
95th	0.0	25.7	30.5	33.8	40.4	35.4
★ TOTAL FUND	51.7 70	54.4 40	58.2 59	59.9 52	70.1 11	61.1 45

* Includes International Segment

Beaver County Employees' Retirement Fund

Periods Ending March 31, 2007

Total Fund Asset Growth Summary (\$000)**TOTAL FUND**

	Last Quarter	Year to Date	Last Twelve Months	Since Inception 09/1999
Beginning Market Value	184,069	184,069	170,043	125,695
Net External Growth	894	894	-1,006	583
Return on Investment	2,307	2,307	18,232	60,992
 Ending Market Value	 187,269	 187,269	 187,269	 187,269

Beaver County Employees' Retirement Fund

Periods Ending March 31, 2007

Portfolio Asset Growth (\$000)

Summary by Manager

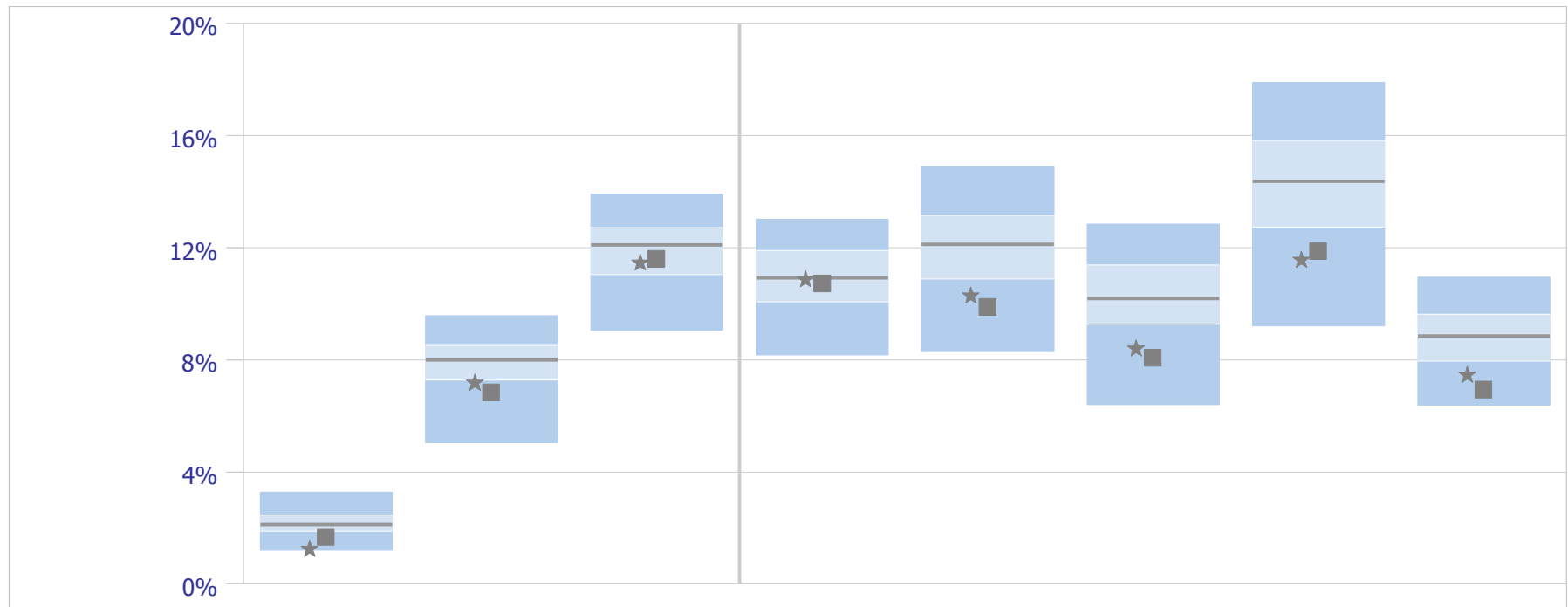
Portfolio	Beginning Value	Net Contribution	Income Received	Gain (Loss)	Ending Value
One Quarter					
TOTAL FUND	184,069	894	1,364	943	187,269
CIM INVEST MGT	79,731	-1,921	664	92	78,565
C. S. MCKEE	64,229	-1,452	381	409	63,568
BOSTON COMPANY	10,078	0	0	296	10,375
MDL CAPITAL	30,031	-733	317	124	29,738
ERECT Funds	0	5,000	2	22	5,024
Year to Date					
TOTAL FUND	184,069	894	1,364	943	187,269
CIM INVEST MGT	79,731	-1,921	664	92	78,565
C. S. MCKEE	64,229	-1,452	381	409	63,568
BOSTON COMPANY	10,078	0	0	296	10,375
MDL CAPITAL	30,031	-733	317	124	29,738
ERECT Funds	0	5,000	2	22	5,024
One Year					
TOTAL FUND	170,043	-1,006	5,154	13,079	187,269
CIM INVEST MGT	73,456	-2,741	2,578	5,271	78,565
C. S. MCKEE	60,068	-2,127	1,488	4,139	63,568
BOSTON COMPANY	8,535	-17	0	1,857	10,375
MDL CAPITAL	27,983	-1,121	1,085	1,790	29,738
ERECT Funds	0	5,000	2	22	5,024

Beaver County Employees' Retirement Fund

Periods Ending March 31, 2007

Total Public Funds

Total Returns



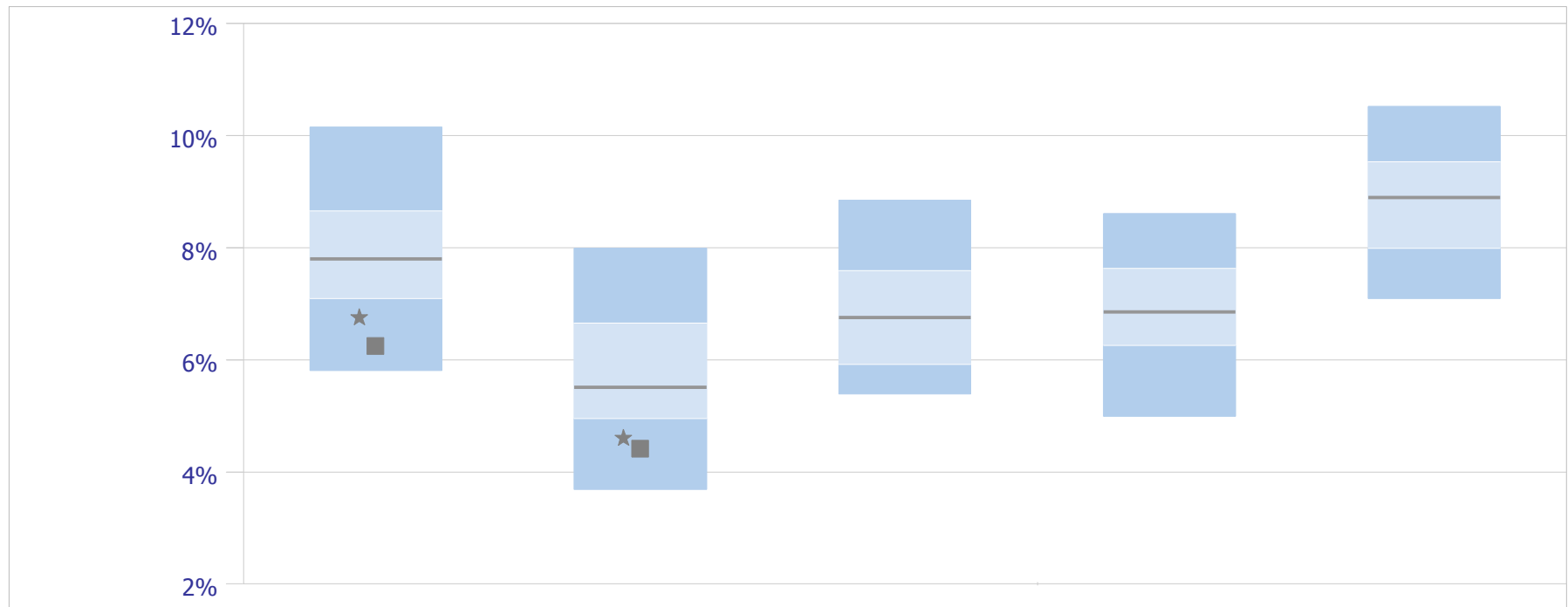
	One Quarter		Two Quarters		Three Quarters		One Year		Two Years		Three Years		Four Years		Five Years	
★ TOTAL FUND	1.3	94	7.2	75	11.5	67	10.9	50	10.3	78	8.4	81	11.6	87	7.5	81
■ TARGET POLICY	1.7	86	6.9	81	11.6	64	10.7	55	9.9	83	8.1	84	11.9	83	7.0	90
Median	2.1		8.0		12.1		10.9		12.1		10.2		14.4		8.8	

Beaver County Employees' Retirement Fund

Periods Ending March 31, 2007

Total Public Funds

Total Returns



	Six Years	Seven Years	Eight Years	Nine Years	Ten Years
★ TOTAL FUND	6.8 82	4.6 83			
■ TARGET POLICY	6.3 89	4.4 86			
Median	7.8	5.5	6.8	6.9	8.9

Beaver County Employees' Retirement Fund

Years Ending March

Total Public Funds

Total Returns



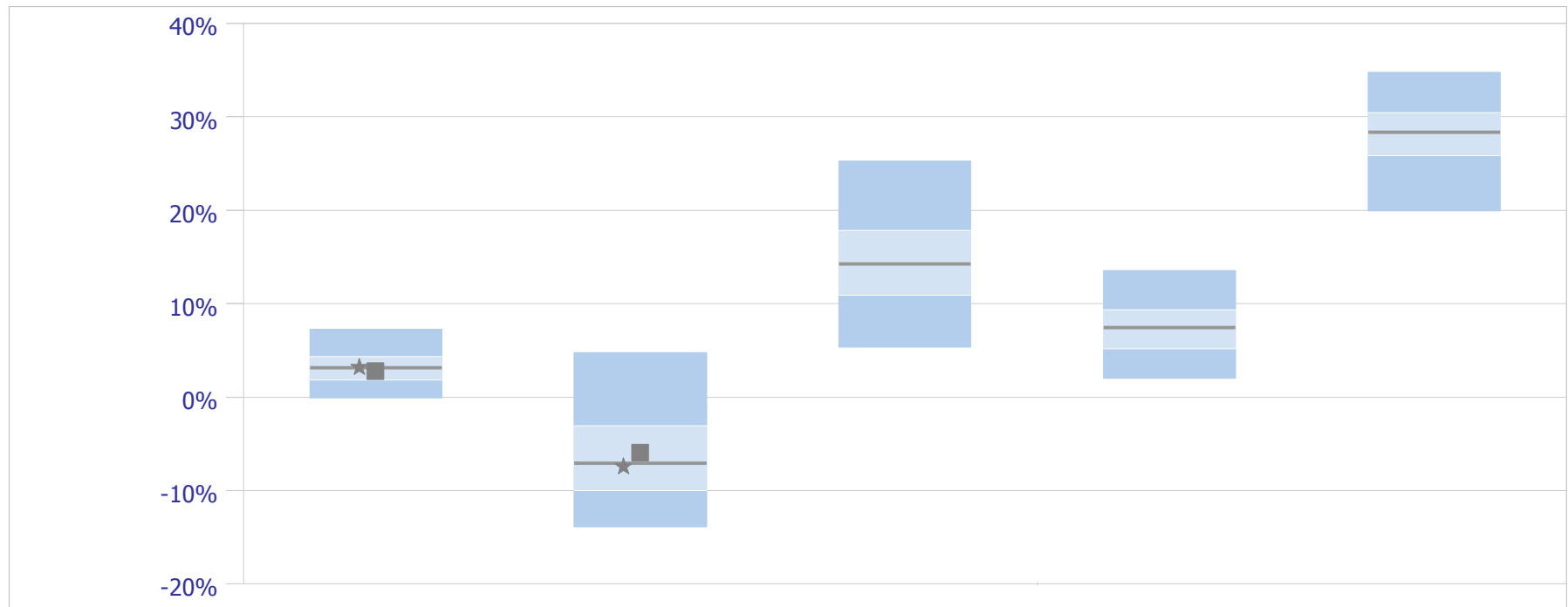
	March 2007		March 2006		March 2005		March 2004		March 2003	
★ TOTAL FUND	10.9	50	9.7	85	4.7	86	21.7	86	-7.5	17
■ TARGET POLICY	10.7	55	9.1	90	4.6	89	24.2	74	-10.7	52
Median	10.9		13.0		6.7		27.2		-10.5	

Beaver County Employees' Retirement Fund

Years Ending March

Total Public Funds

Total Returns



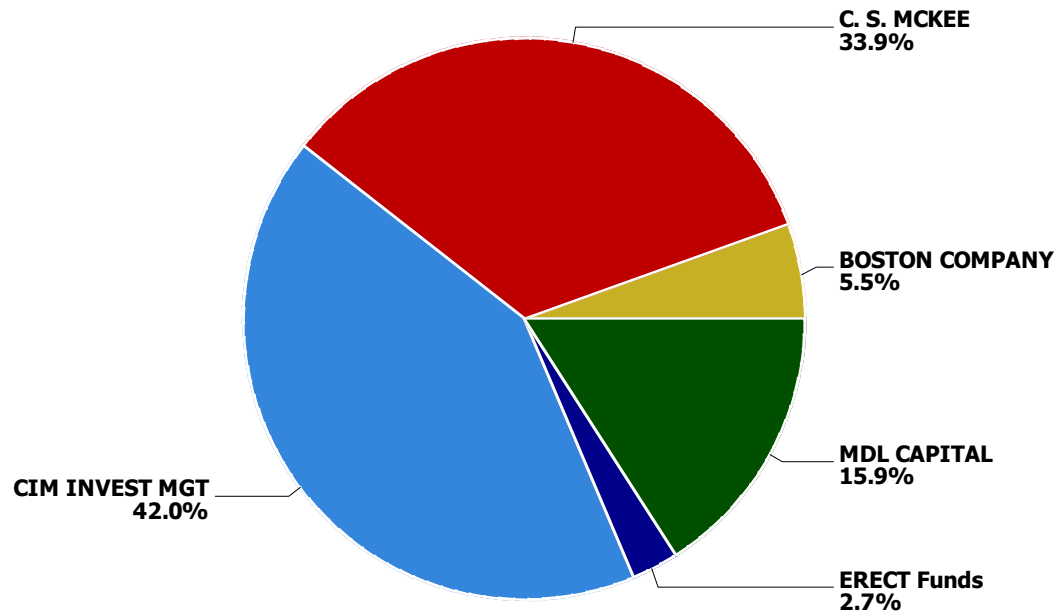
	March 2002	March 2001	March 2000	March 1999	March 1998
★ TOTAL FUND	3.3 47	-7.4 52			
■ TARGET POLICY	2.8 54	-5.9 42			
Median	3.1	-7.1	14.3	7.4	28.3

Beaver County Employees' Retirement Fund

As of March 31, 2007

Manager Allocation Analysis

TOTAL FUND



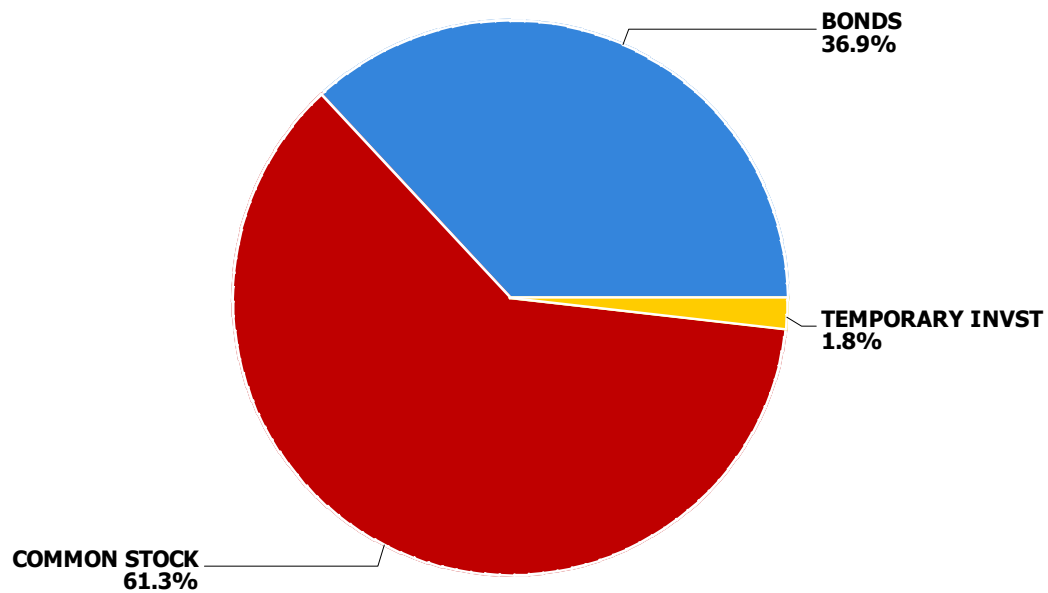
Manager	Market Value	Current%
BOSTON COMPANY	10,374,802	5.5
C. S. MCKEE	63,567,699	33.9
CIM INVEST MGT	78,564,768	42.0
ERECT Funds	5,023,996	2.7
MDL CAPITAL	29,738,080	15.9
Total	187,269,344	100.0

Beaver County Employees' Retirement Fund

As of March 31, 2007

Asset Allocation Analysis CIM INVESTMENT MANAGEMENT

Asset Class	Market Value	Current%
■ BONDS	28,990,795	36.9
■ COMMON STOCK	48,195,038	61.3
■ TEMPORARY INVST	1,378,935	1.8
<hr/>		
Total	78,564,768	100.0

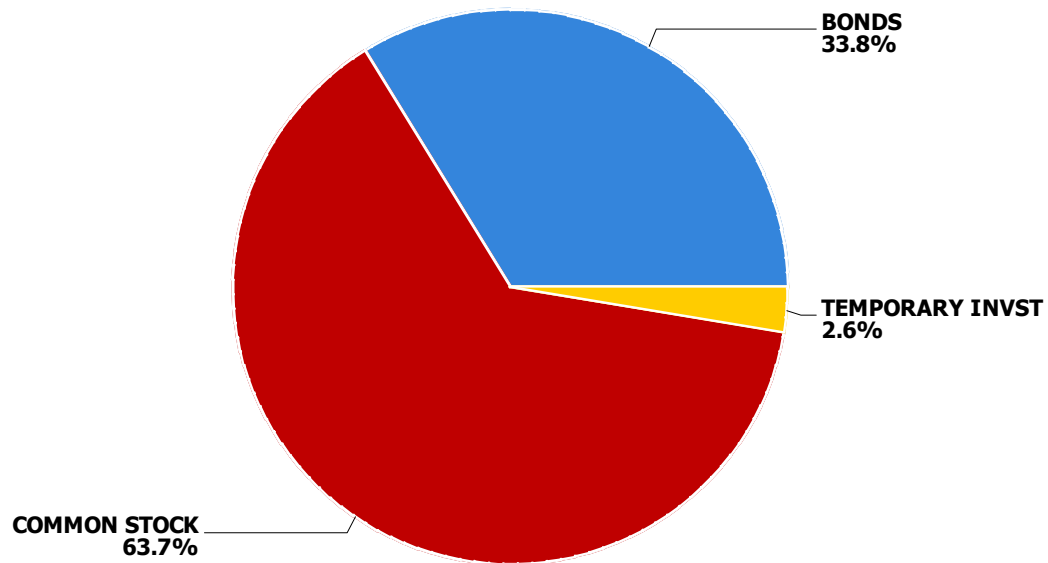


Beaver County Employees' Retirement Fund

As of March 31, 2007

Asset Allocation Analysis

C. S. MCKEE & COMPANY



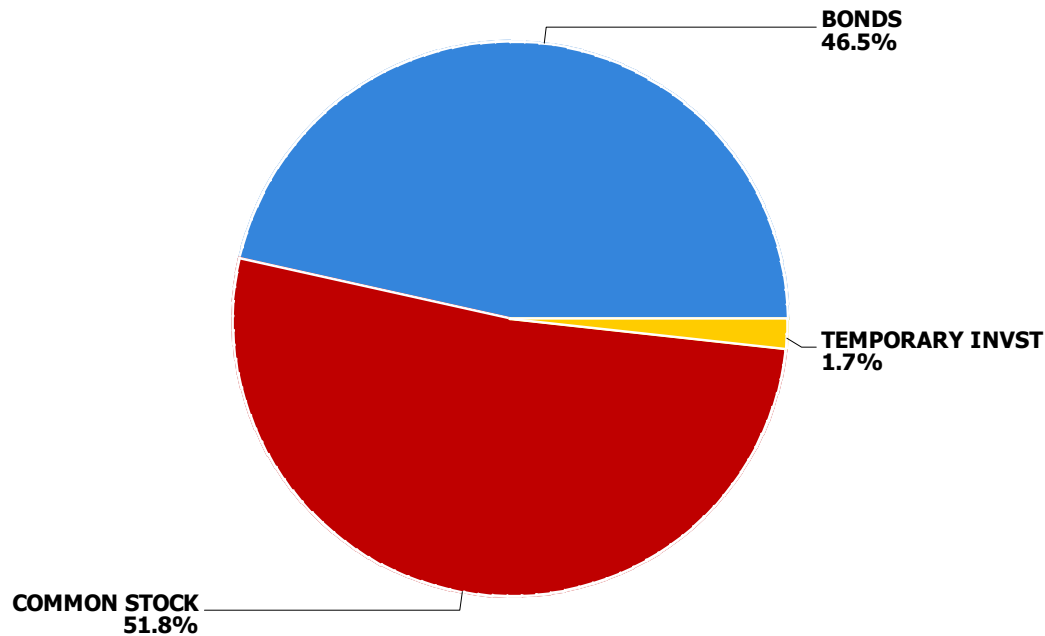
Asset Class	Market Value	Current%
BONDS	21,450,922	33.8
COMMON STOCK	40,480,580	63.7
TEMPORARY INVST	1,636,197	2.6
Total	63,567,699	100.0

Beaver County Employees' Retirement Fund

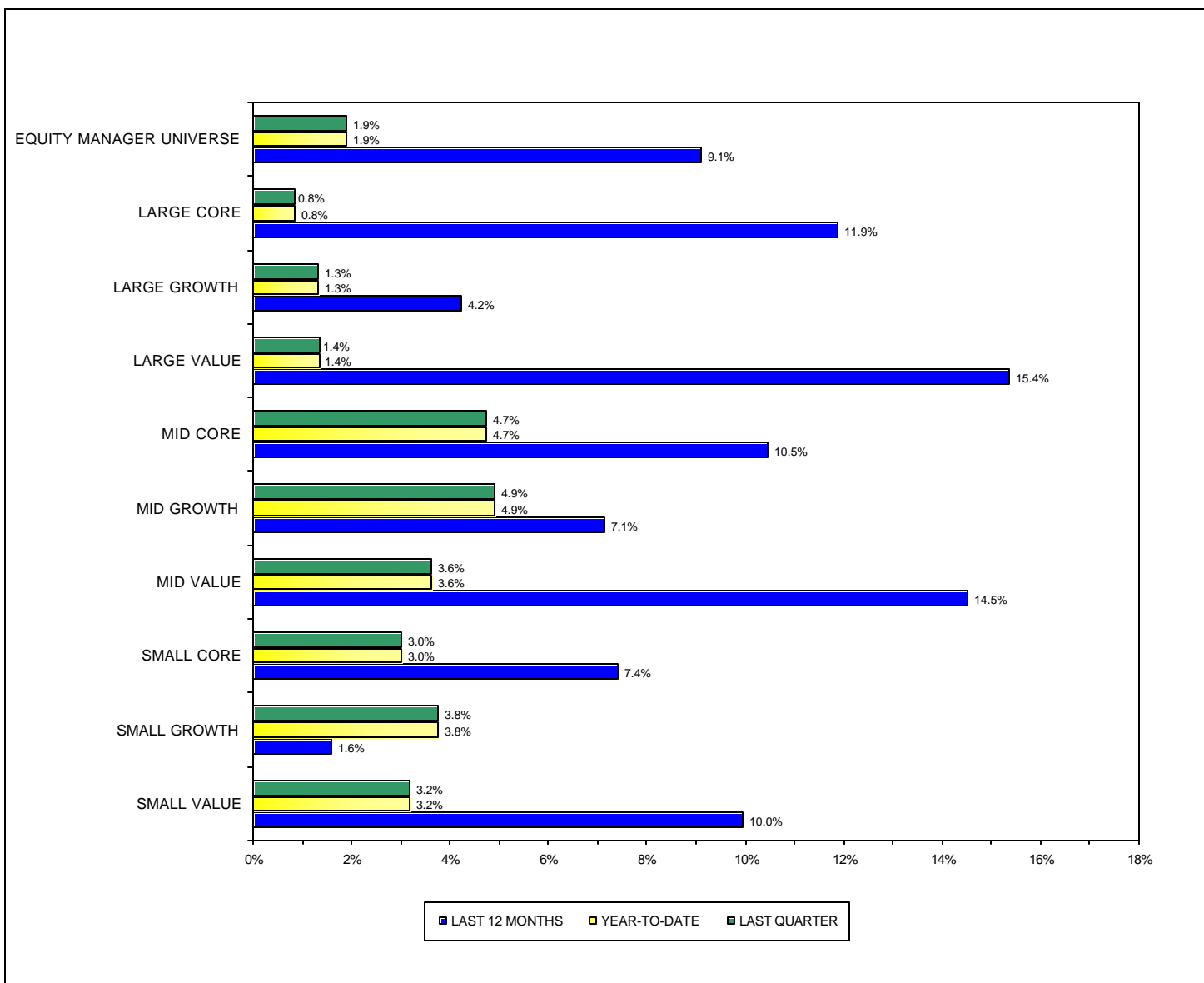
As of March 31, 2007

Asset Allocation Analysis MDL CAPITAL MANAGEMENT INC

Asset Class	Market Value	Current%
■ BONDS	13,816,837	46.5
■ COMMON STOCK	15,413,425	51.8
■ TEMPORARY INVST	507,818	1.7
<hr/>		
Total	29,738,080	100.0



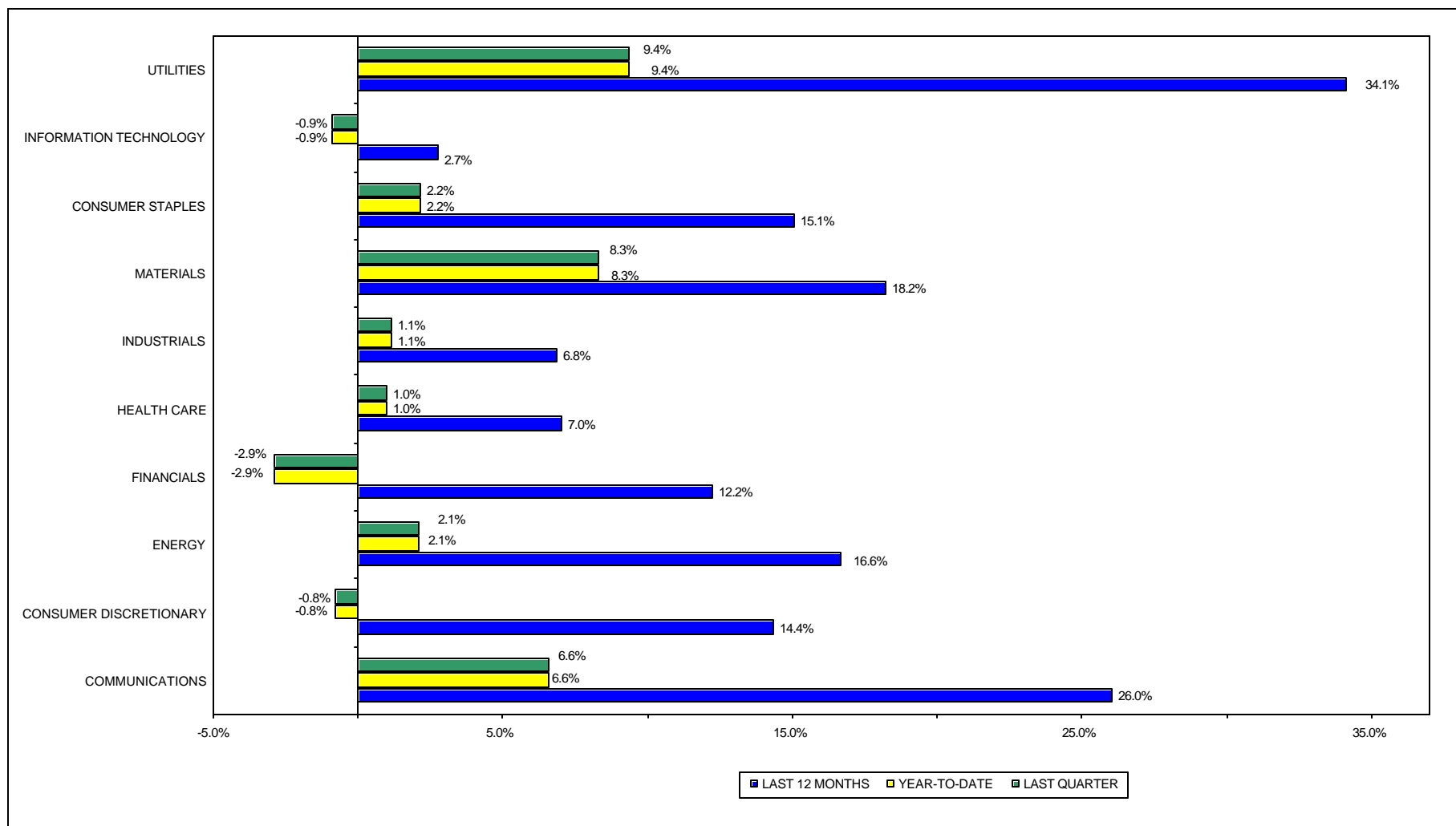
Equity Style Returns - periods ending March 31, 2007



Equity Sector Returns - periods ending March 31, 2007

* The Utilities sector had the best performance in the first quarter with a return of 9.36%, followed by the Materials sector's return of 8.28%, and Communications' return of 6.56%.

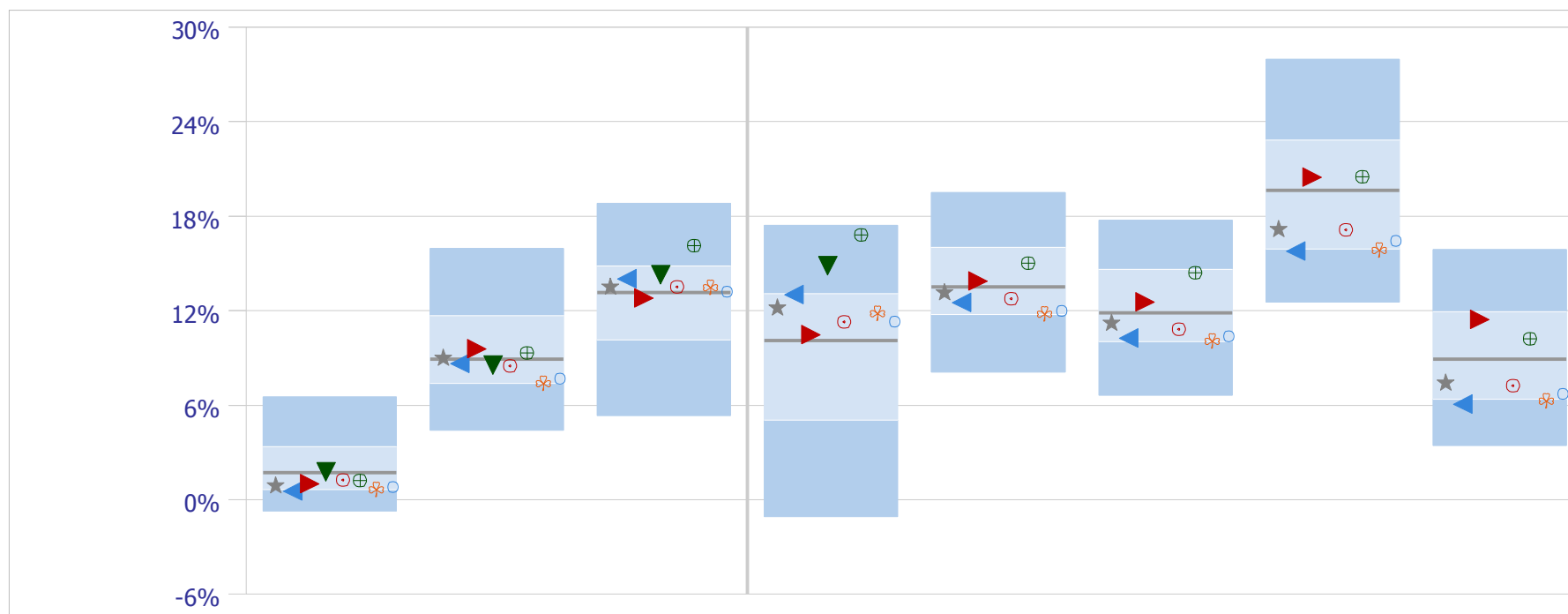
* From a yearly perspective, all sectors turned in positive returns. The largest gainers were Utilities, Communications, and Materials with returns of 34.14%, 26.03%, and 18.22% respectively.



Beaver County Employees' Retirement Fund

Periods Ending March 31, 2007

Equity Only Rates of Return

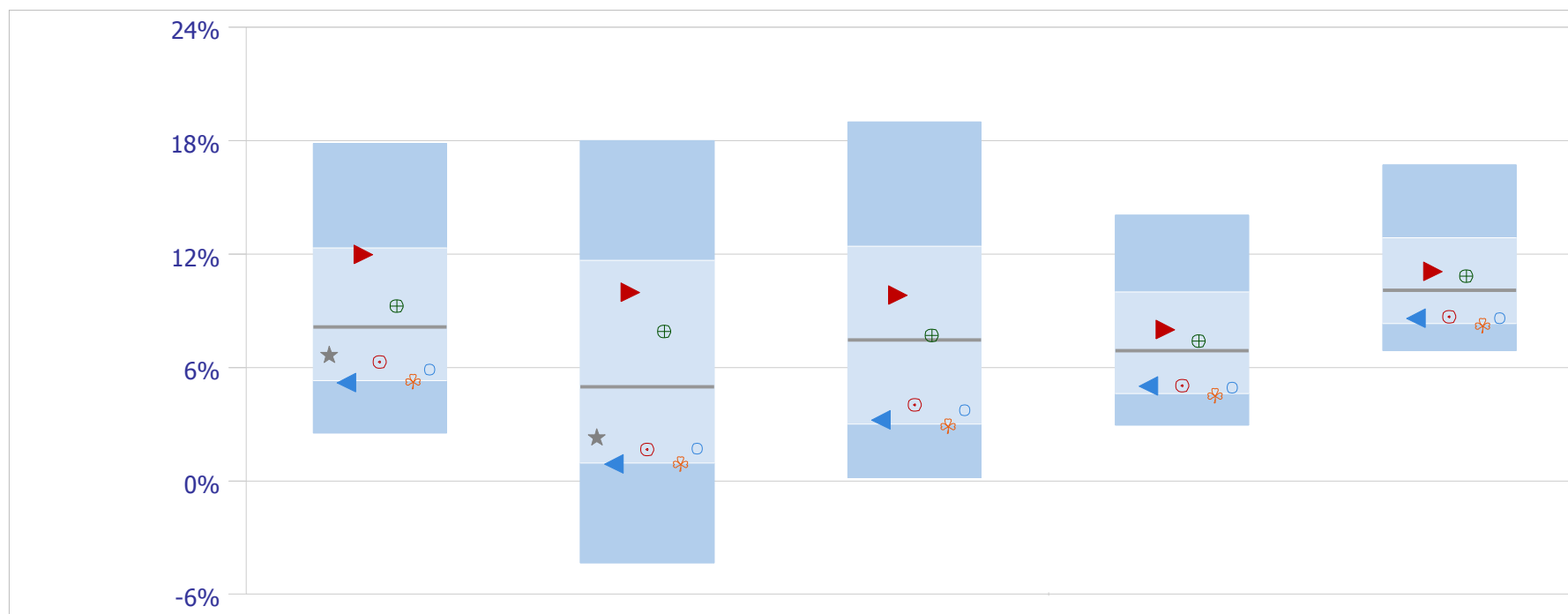


	One Quarter		Two Quarters		Three Quarters		One Year		Two Years		Three Years		Four Years		Five Years	
★ TOTAL FUND	0.9	67	9.0	48	13.6	39	12.2	29	13.2	52	11.3	55	17.2	65	7.4	62
◀ CIM INVEST MGT	0.6	80	8.7	52	14.1	31	13.0	25	12.5	61	10.3	65	15.8	80	6.1	84
▶ C. S. MCKEE	1.0	66	9.6	41	12.8	52	10.5	47	13.9	46	12.6	44	20.5	42	11.4	28
▼ MDL CAPITAL	1.8	49	8.6	54	14.3	29	14.9	18								
⊕ R 3000(R)	1.3	59	8.5	55	13.5	40	11.3	43	12.8	58	10.9	60	17.1	66	7.2	64
⊕ R 1000(R) VALUE	1.2	60	9.3	44	16.1	13	16.8	7	15.0	36	14.4	26	20.5	42	10.2	38
✿ S&P 500	0.6	77	7.4	74	13.5	44	11.8	37	11.8	74	10.1	73	15.8	79	6.3	81
○ 92% SP/8% SP 600	0.8	68	7.7	65	13.2	49	11.3	43	12.0	66	10.4	65	16.5	71	6.7	69
Median	1.7		8.9		13.2		10.1		13.5		11.9		19.6		8.9	

Beaver County Employees' Retirement Fund

Periods Ending March 31, 2007

Equity Only Rates of Return



	Six Years		Seven Years		Eight Years		Nine Years		Ten Years	
★ TOTAL FUND	6.7	60	2.3	60						
◀ CIM INVEST MGT	5.2	81	0.9	77	3.2	73	5.0	67	8.6	68
▶ C. S. MCKEE	12.0	27	10.0	30	9.8	37	8.0	38	11.1	36
⊙ R 3000(R)	6.3	63	1.7	66	4.0	66	5.0	67	8.7	67
⊕ R 1000(R) VALUE	9.2	42	7.9	38	7.7	47	7.4	45	10.9	40
✻ S&P 500	5.2	80	0.9	79	2.9	83	4.5	82	8.2	82
○ 92% SP/8%SP 600	5.9	67	1.7	65	3.7	68	4.9	68	8.6	68
Median	8.1		5.0		7.5		6.9		10.1	

Beaver County Employees' Retirement Fund

Years Ending March

Equity Only
Rates of Return

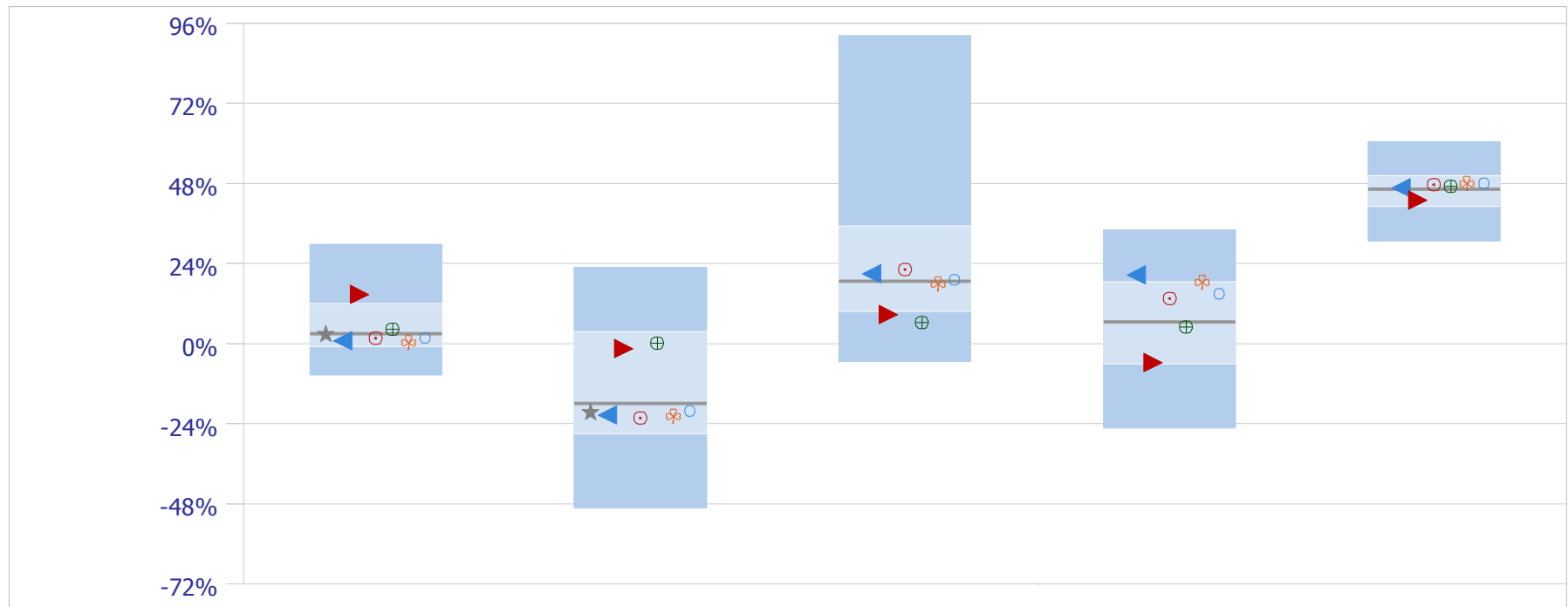


	March 2007		March 2006		March 2005		March 2004		March 2003	
★ TOTAL FUND	12.2	29	14.1	65	7.5	49	36.9	62	-24.0	41
◀ CIM INVEST MGT	13.0	25	12.0	77	5.9	70	34.2	81	-25.3	62
▶ C. S. MCKEE	10.5	47	17.4	45	9.9	34	47.9	34	-18.5	10
▼ MDL CAPITAL	14.9	18								
⊙ R 3000(R)	11.3	43	14.3	64	7.1	53	38.2	59	-24.7	51
⊕ R 1000(R) VALUE	16.8	7	13.3	69	13.2	18	40.8	52	-22.8	31
✿ S&P 500	11.8	37	11.7	83	6.7	62	35.1	75	-24.8	55
○ 92% SP/8% SP 600	11.3	43	12.7	73	7.2	52	36.8	63	-24.7	52
Median	10.1		16.3		7.4		42.1		-24.6	

Beaver County Employees' Retirement Fund

Years Ending March

Equity Only
Rates of Return



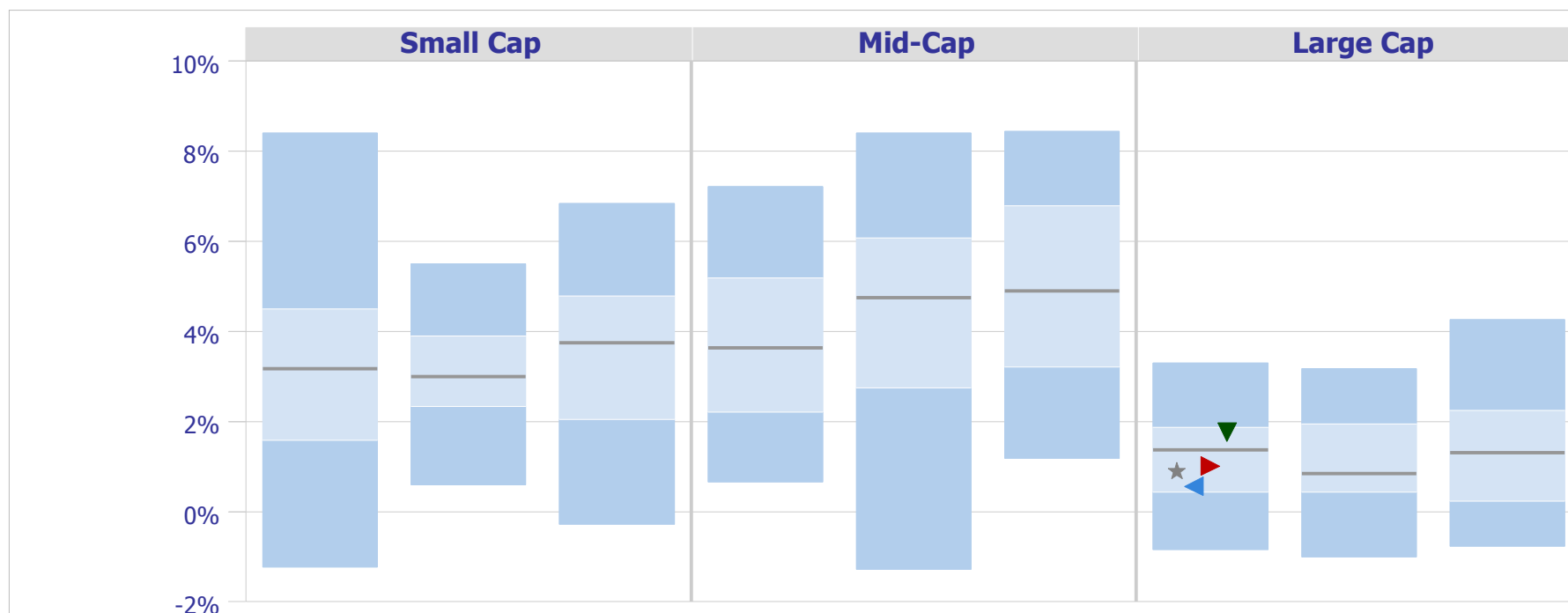
	March 2002		March 2001		March 2000		March 1999		March 1998	
★ TOTAL FUND	2.9	50	-20.4	54						
◀ CIM INVEST MGT	0.9	59	-21.3	57	21.0	46	20.6	18	46.8	47
▶ C. S. MCKEE	14.8	20	-1.4	31	8.8	76	-5.5	74	43.2	65
⊙ R 3000(R)	1.8	55	-22.3	67	22.3	43	13.5	37	47.7	42
⊕ R 1000(R) VALUE	4.4	43	0.3	29	6.3	79	5.0	53	47.2	45
✿ S&P 500	0.3	65	-21.7	64	18.0	55	18.5	25	48.0	38
○ 92% SP/8% SP 600	1.9	54	-20.2	53	19.1	49	15.0	34	48.1	37
Median	3.0		-18.0		18.7		6.5		46.4	

Beaver County Employees' Retirement Fund

Quarter Ending March 31, 2007

Active Equity Manager Style Analysis

Equity Only Returns



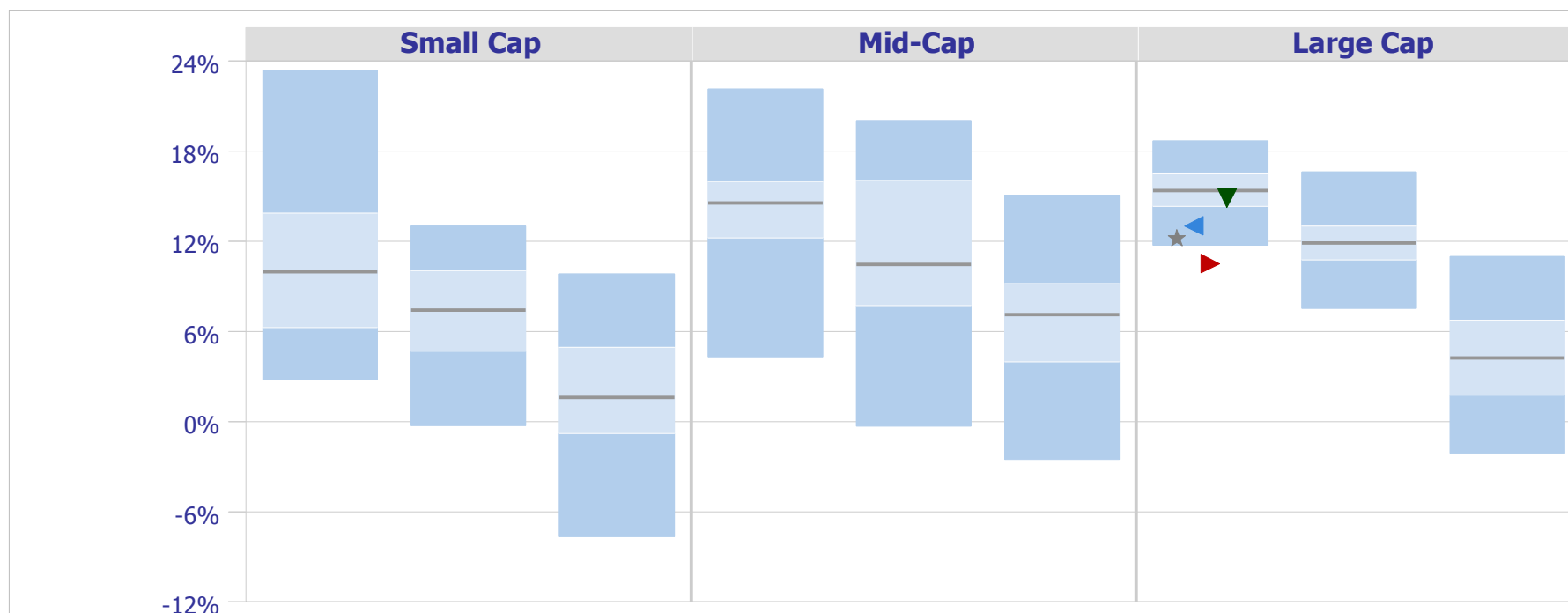
	Value	Core	Growth	Value	Core	Growth	Value	Core	Growth
★ TOTAL FUND	0.9	63							
◀ CIM INVEST MGT	0.6	71							
▶ C. S. MCKEE	1.0	60							
▼ MDL CAPITAL	1.8	34							
Median	3.2	3.0	3.8	3.6	4.7	4.9	1.4	0.8	1.3

Beaver County Employees' Retirement Fund

Year Ending March 31, 2007

Active Equity Manager Style Analysis

Equity Only Returns



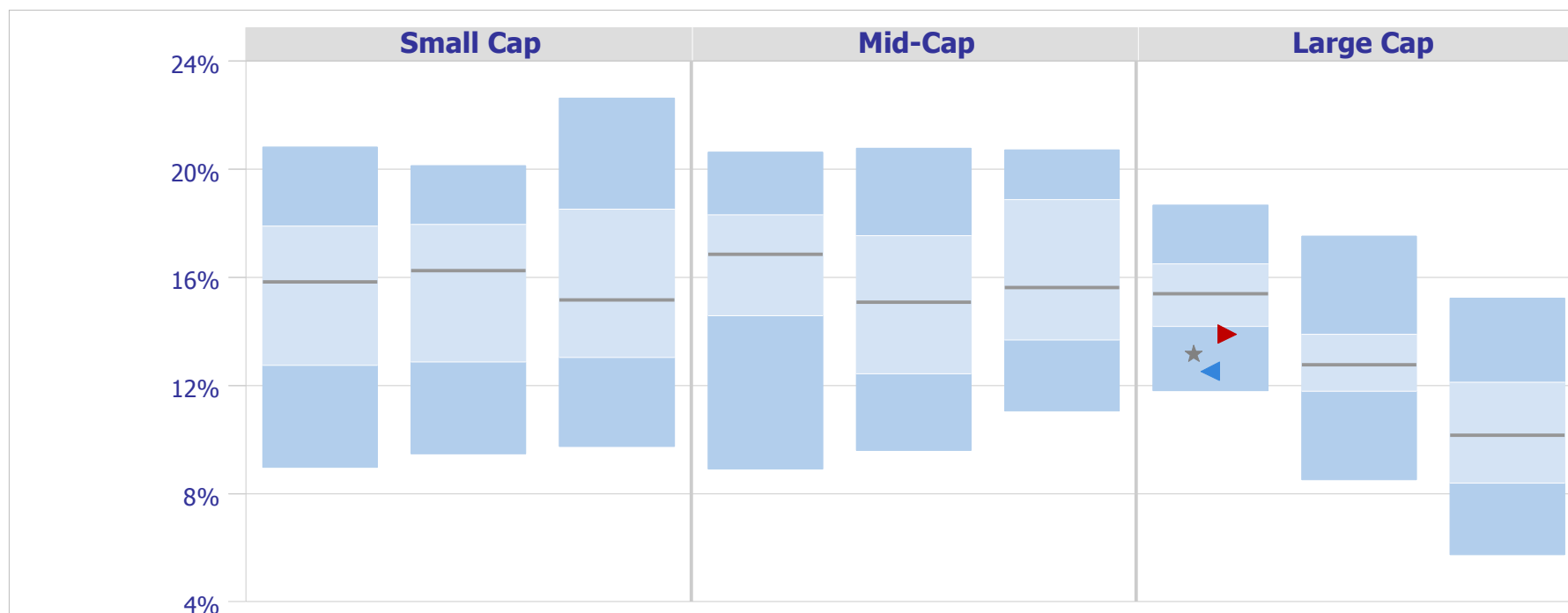
	Value	Core	Growth	Value	Core	Growth	Value	Core	Growth
★ TOTAL FUND							12.2	88	
▲ CIM INVEST MGT							13.0	84	
▼ C. S. MCKEE							10.5	97	
▼ MDL CAPITAL							14.9	66	
Median	10.0	7.4	1.6	14.5	10.5	7.1	15.3	11.9	4.2

Beaver County Employees' Retirement Fund

Two Years Ending March 31, 2007

Active Equity Manager Style Analysis

Equity Only Returns



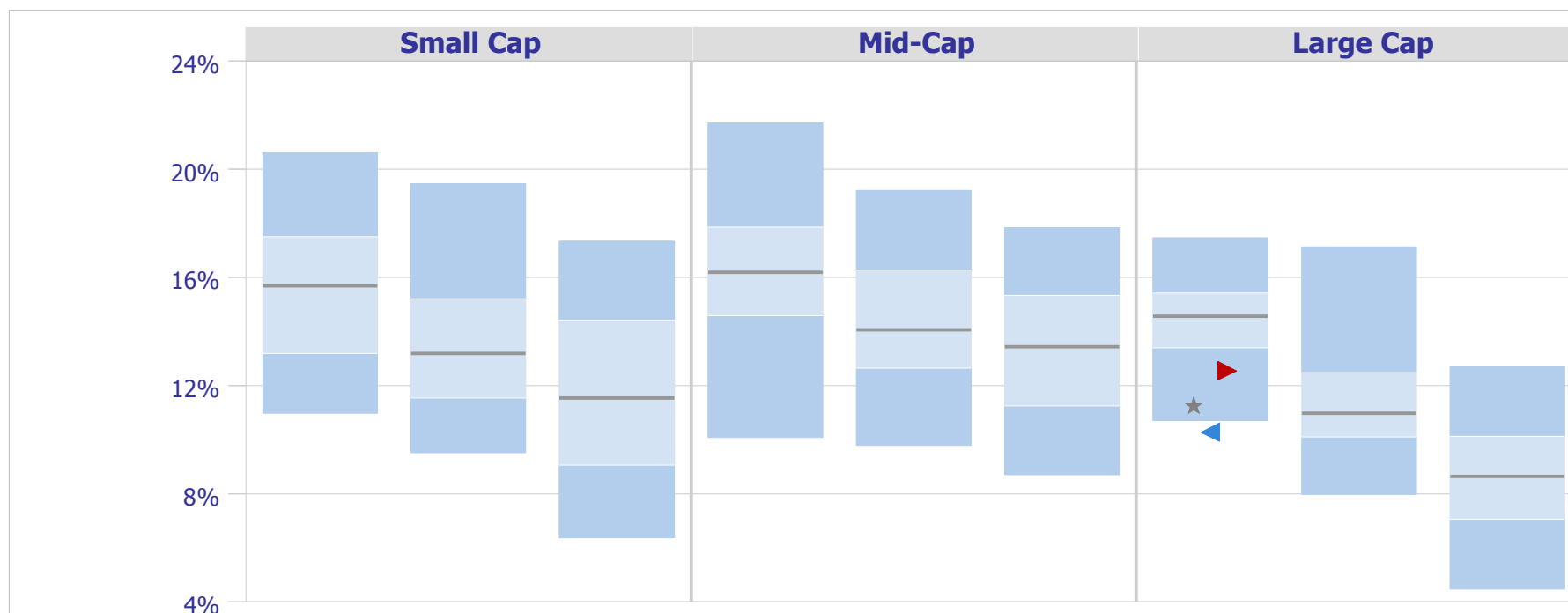
	Value	Core	Growth	Value	Core	Growth	Value	Core	Growth
★ TOTAL FUND	13.2	82							
◀ CIM INVEST MGT	12.5	91							
▶ C. S. MCKEE	13.9	77							
Median	15.8	16.3	15.2	16.8	15.1	15.6	15.4	12.8	10.2

Beaver County Employees' Retirement Fund

Three Years Ending March 31, 2007

Active Equity Manager Style Analysis

Equity Only Returns



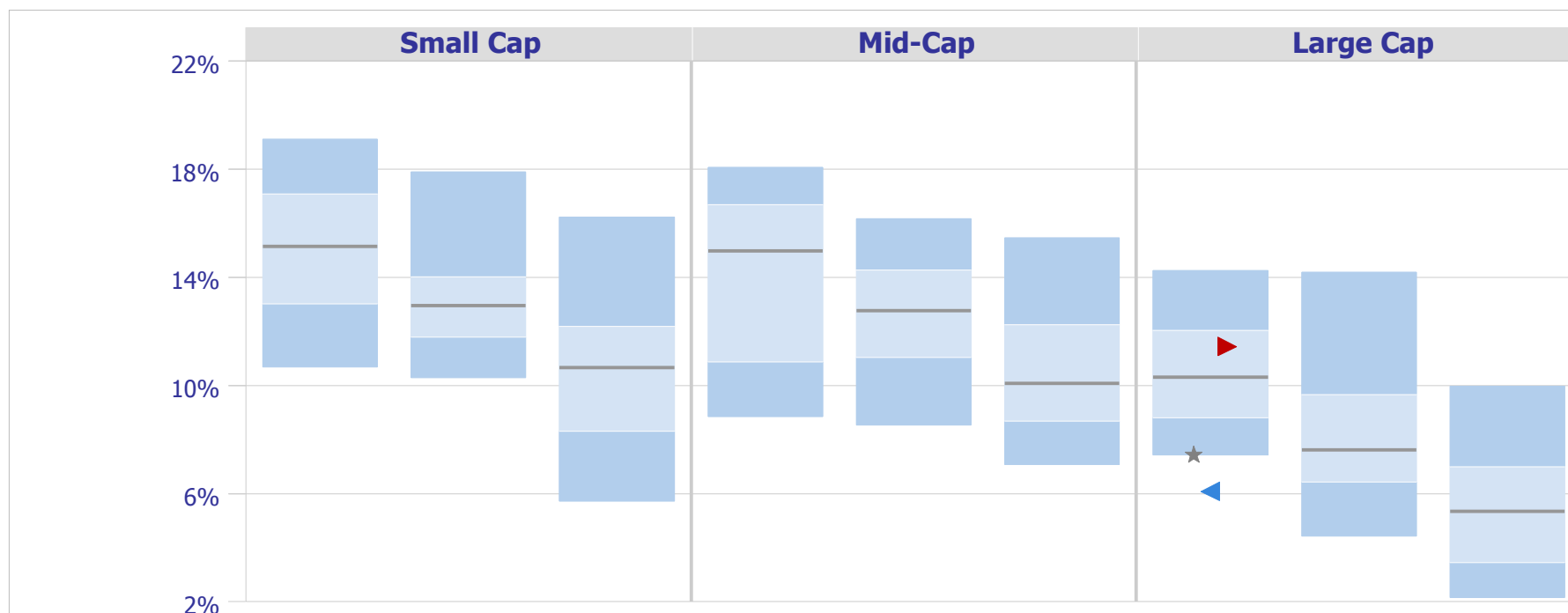
	Value	Core	Growth	Value	Core	Growth	Value	Core	Growth
★ TOTAL FUND	11.3	92							
◀ CIM INVEST MGT	10.3	97							
▶ C. S. MCKEE	12.6	84							
Median	15.7	13.2	11.5	16.2	14.1	13.4	14.6	11.0	8.6

Beaver County Employees' Retirement Fund

Five Years Ending March 31, 2007

Active Equity Manager Style Analysis

Equity Only Returns

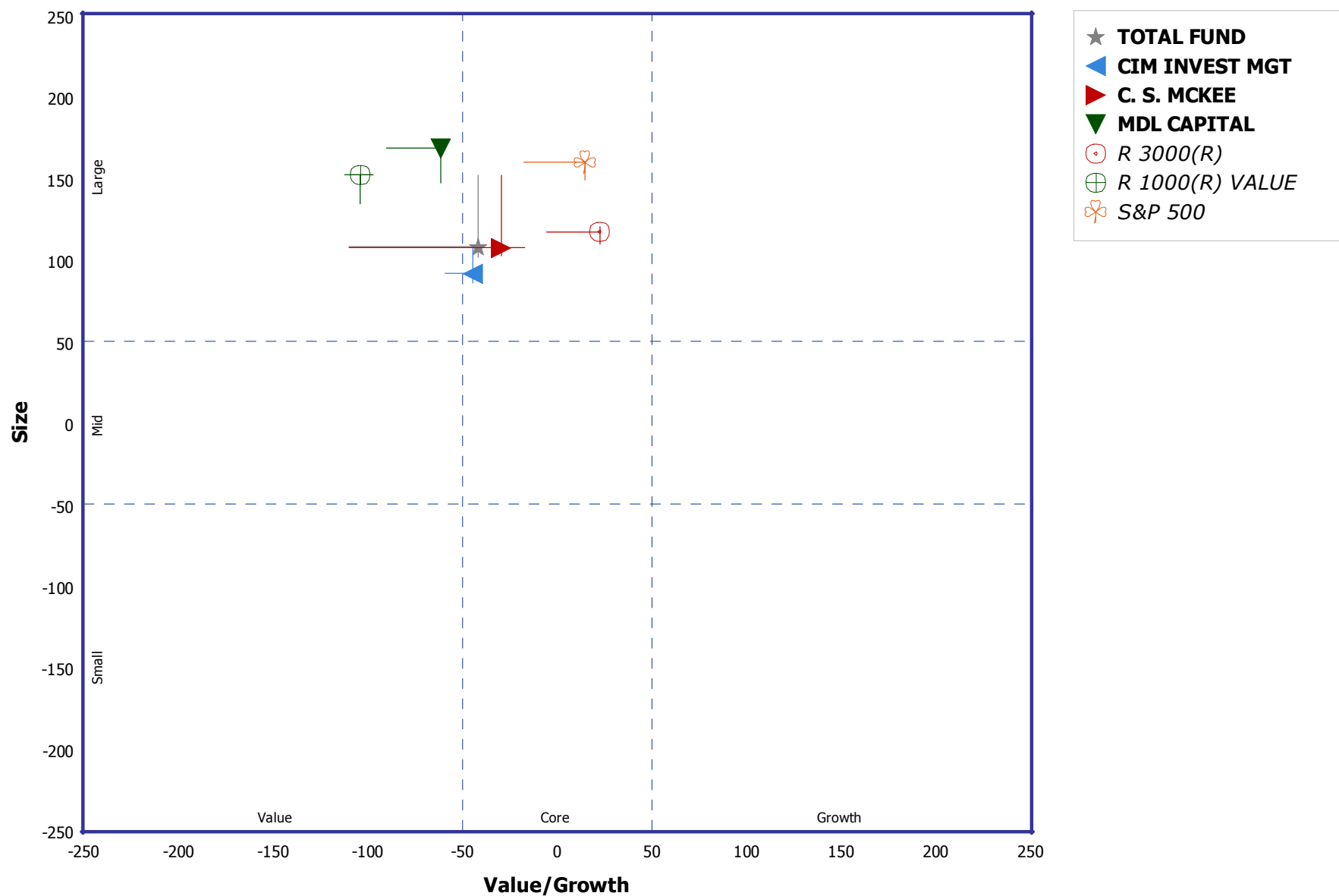


	Value	Core	Growth	Value	Core	Growth	Value	Core	Growth
★ TOTAL FUND							7.4	94	
◀ CIM INVEST MGT							6.1	100	
▶ C. S. MCKEE							11.4	33	
Median	15.2	13.0	10.7	15.0	12.8	10.1	10.3	7.6	5.3

Beaver County Employees' Retirement Fund

As of March 31, 2007

Equity Style Analysis Style Drift



Style assignment based on Morningstar © Size and VCG Scores and Morningstar Style Box™ methodology

PFM ADVISORS

Beaver County Employees' Retirement Fund

Quarter Ending March 31, 2007

Equity Only Summary Statistics

TOTAL FUND

Portfolio Characteristics

	Portfolio	S&P 500
Total Number of Securities	318	
Total Market Value \$	103,768,629	
Average Market Capitalization (000's)	76,330,700	97,076,800
Median Market Capitalization (000's)		13,450,200
Equity Segment Yield	1.93	1.87
Equity Segment P/E	15.06	16.13
Equity Segment Beta	0.98	1.00
Price/Book Ratio	3.08	3.68
Five Year Earnings Growth	21.02	20.89
Return On Equity	18.08	19.11

Ten Largest Holdings

Name	\$	Weight
CHEVRON CORP	2,717,290	2.6
GENERAL ELEC CO	2,350,202	2.3
CONOCOPHILLIPS	2,178,041	2.1
EXXON MOBIL CORP	2,103,923	2.0
J P MORGAN CHASE &	1,960,600	1.9
AT & T INC	1,781,881	1.7
MARATHON OIL CORP	1,748,797	1.7
CISCO SYS INC	1,688,682	1.6
BANK OF AMERICA COR	1,462,896	1.4
CITIGROUP INC	1,341,001	1.3

Ten Best Performers

Name	Return
HYPERION SOLUTIONS	44.2
BELDEN CDT INC	37.2
NAVISTAR INTL CORP	36.9
SUN HYDRAULICS CORP	30.8
VULCAN MATERIALS CO	30.1
UNITED STATIONERS I	28.3
VALERO ENERGY CORP	26.3
PUBLIC SVC ENTERPRI	26.1
HANESBRANDS INC COM	24.4
PAREXEL INTL CORP	24.2

Ten Worst Performers

Name	Return
GLOBAL PMTS INC	-26.4
DAKTRONICS INC	-25.5
GROUP 1 AUTOMOTIVE	-22.9
MERIT MED SYS INC	-20.8
INDEPENDENT BANK CO	-18.8
AMGEN INC	-18.2
TTM TECHNOLOGIES IN	-15.8
SKYLINE CORP	-15.6
BOSTON SCIENTIFIC C	-15.4
BENCHMARK ELECTRS I	-15.2

Beaver County Employees' Retirement Fund

Quarter Ending March 31, 2007

Equity Only Summary Statistics CIM INVESTMENT MANAGEMENT

Portfolio Characteristics

	Portfolio	S&P 500
Total Number of Securities	216	
Total Market Value \$	48,128,541	
Average Market Capitalization (000's)	75,722,600	97,076,800
Median Market Capitalization (000's)	4,148,800	13,450,200
Equity Segment Yield	2.03	1.87
Equity Segment P/E	15.73	16.13
Equity Segment Beta	0.96	1.00
Price/Book Ratio	3.36	3.68
Five Year Earnings Growth	19.42	20.89
Return On Equity	18.83	19.11

Ten Largest Holdings

Name	\$	Weight
EXXON MOBIL CORP	1,428,646	3.0
GENERAL ELEC CO	1,181,554	2.5
MICROSOFT	830,247	1.7
CITIGROUP INC	783,962	1.6
PFIZER INC	611,545	1.3
INTEGRYS ENERGY GRO	596,233	1.2
BANK OF AMERICA COR	590,454	1.2
CHEVRON CORP	576,148	1.2
CISCO SYS INC	575,574	1.2
BASF AG	567,159	1.2

Ten Best Performers

Name	Return
HYPERION SOLUTIONS	44.2
BELDEN CDT INC	37.2
NAVISTAR INTL CORP	36.9
VULCAN MATERIALS CO	30.1
UNITED STATIONERS I	28.3
IDEARC INC	23.7
MENS WEARHOUSE INC	23.1
KANSAS CITY SOUTHN	22.8
HOLOGIC INC	21.9
CERNER CORP COM	19.7

Ten Worst Performers

Name	Return
GLOBAL PMTS INC	-26.4
GROUP 1 AUTOMOTIVE	-22.9
INDEPENDENT BANK CO	-18.8
AMGEN INC	-18.2
SKYLINE CORP	-15.6
BENCHMARK ELECTRS I	-15.2
MOTOROLA INC DEL	-13.8
SUSQUEHANNA BANCHAR	-12.9
BLACK BOX CORP DEL	-12.8
TRUSTCO BANK CORP N	-12.5

Beaver County Employees' Retirement Fund

Quarter Ending March 31, 2007

Equity Only Summary Statistics

C. S. MCKEE & COMPANY

Portfolio Characteristics

	Portfolio	R 3000(R)
Total Number of Securities	94	
Total Market Value \$	40,446,080	
Average Market Capitalization (000's)	65,888,900	79,906,400
Median Market Capitalization (000's)	8,854,800	1,142,700
Equity Segment Yield	1.71	1.74
Equity Segment P/E	14.74	16.11
Equity Segment Beta	1.01	1.09
Price/Book Ratio	2.79	3.64
Five Year Earnings Growth	22.08	21.28
Return On Equity	16.80	17.74

Ten Largest Holdings

Name	\$	Weight
CHEVRON CORP	1,752,852	4.3
MARATHON OIL CORP	1,502,216	3.7
CONOCOPHILLIPS	1,403,294	3.5
PUBLIC SVC ENTERPRI	1,162,560	2.9
CISCO SYS INC	1,113,108	2.8
INTEL CORP	994,760	2.5
TYCO INTL LTD NEW	981,205	2.4
OUTBACK STEAKHOUSE	924,300	2.3
TRI CONTL CORP COM	908,000	2.2
J P MORGAN CHASE &	886,805	2.2

Ten Best Performers

Name	Return
SUN HYDRAULICS CORP	30.8
PUBLIC SVC ENTERPRI	26.1
HANESBRANDS INC COM	24.4
PAREXEL INTL CORP	24.2
ATWOOD OCEANICS,INC	19.8
ABBOTT LABS	15.2
PETSMART INC	14.3
FORWARD AIR CORP	13.9
ALCOA INC	13.6
AVON PRODS INC	13.3

Ten Worst Performers

Name	Return
DAKTRONICS INC	-25.5
MERIT MED SYS INC	-20.8
AMGEN INC	-18.2
TTM TECHNOLOGIES IN	-15.8
BOSTON SCIENTIFIC C	-15.4
BENCHMARK ELECTRS I	-15.2
SYNAPTICS INC	-13.8
BANCFIRST CORPORATI	-13.8
MERRILL LYNCH & CO	-12.0
GAP INC	-11.7

Beaver County Employees' Retirement Fund

Quarter Ending March 31, 2007

Equity Only Summary Statistics

MDL CAPITAL MANAGEMENT INC

Portfolio Characteristics

	Portfolio	R 1000(R) VALUE
Total Number of Securities	59	
Total Market Value \$	15,194,008	
Average Market Capitalization (000's)	109,294,200	107,310,000
Median Market Capitalization (000's)	37,196,300	5,387,900
Equity Segment Yield	2.22	2.45
Equity Segment P/E	13.89	13.29
Equity Segment Beta	0.97	0.96
Price/Book Ratio	2.91	2.54
Five Year Earnings Growth	23.61	17.71
Return On Equity	19.03	15.80

Ten Largest Holdings

Name	\$	Weight
EXXON MOBIL CORP	675,278	4.4
CITIGROUP INC	557,039	3.7
BANK OF AMERICA COR	533,159	3.5
AT & T INC	529,821	3.5
PROCTER & GAMBLE CO	527,386	3.5
J P MORGAN CHASE &	515,247	3.4
GENERAL ELEC CO	470,288	3.1
AMERICAN INTL GROUP	467,179	3.1
CHEVRON CORP	388,290	2.6
CONOCOPHILLIPS	382,760	2.5

Ten Best Performers

Name	Return
VALERO ENERGY CORP	26.3
WATERS CORP	18.4
ARRIS GROUP INC	12.5
COVENTRY HEALTH CAR	12.0
EXELON CORP	11.8
AT & T INC	11.5
SEMPRA ENERGY	9.4
BURLINGTON NORTHN S	9.3
PRICE T ROWE GROUP	8.2
INTERNATIONAL PAPER	7.5

Ten Worst Performers

Name	Return
MERRILL LYNCH & CO	-12.0
JOHNSON & JOHNSON	-8.2
CITIGROUP INC	-6.9
MONTPELIER RE HOLDI	-6.4
CONOCOPHILLIPS	-4.4
GENERAL ELEC CO	-4.2
HEWLETT PACKARD CO	-2.4
US BANCORP DEL	-2.3
PNC FINL SVCS GROUP	-2.1
ISTAR FINL INC	-2.1

Beaver County Employees' Retirement Fund

Quarter Ending March 31, 2007

Equity Performance Attribution

TOTAL FUND

	Portfolio		S&P 500		Attribution		
	Pct of Begin Mkt Val	Rate of Return	Pct of Begin Mkt Val	Rate of Return	Stock Selection	Sector Weighting	Total
	(A)	(B)	(C)	(D)	(E)	(F)	(G)
Cons Discretionary	12.5	-0.4	10.6	-0.8	0.1	0.0	0.0
Consumer Staples	5.5	2.0	9.3	2.2	0.0	-0.1	-0.1
Energy	10.8	1.4	9.8	2.1	-0.1	0.0	-0.1
Financials	21.5	-2.7	22.4	-2.9	0.0	0.0	0.1
Health Care	11.0	1.8	12.1	1.0	0.1	0.0	0.1
Industrials	12.6	3.0	11.0	1.1	0.2	0.0	0.2
Info Technology	11.6	-3.6	15.2	-0.9	-0.3	0.1	-0.3
Materials	4.9	6.1	3.1	8.3	-0.1	0.1	0.0
Telecom Services	2.8	7.1	2.9	6.6	0.0	0.0	0.0
Utilities	5.1	6.3	3.6	9.4	-0.2	0.1	0.0
Miscellaneous	1.7	0.0	0.0		0.0	0.0	0.0
TOTAL	100%	0.6	100%	0.6	-0.2	0.3	0.0

Equity Only Buy/Hold Return (B)
 Benchmark Buy/Hold Return (D)
 Total Relative Return Difference (B/D)

0.6
 0.6
 0.0

Stock Selection (E)
 Sector Weighting (F)
 Total Selection (E * F)

-0.2
 0.3
 0.0

Equity Only Actual Return (*)
 Equity Only Buy/Hold Return (B)
 Intra-Period Trading (* / B)

0.9
 0.6
 0.3

Total Value Added
 (Selection * Trading)

0.3

Beaver County Employees' Retirement Fund

Quarter Ending March 31, 2007

Equity Performance Attribution CIM INVESTMENT MANAGEMENT

	Portfolio		S&P 500		Attribution		
	Pct of Begin Mkt Val	Rate of Return	Pct of Begin Mkt Val	Rate of Return	Stock Selection	Sector Weighting	Total
	(A)	(B)	(C)	(D)	(E)	(F)	(G)
Cons Discretionary	13.7	-1.1	10.6	-0.8	0.0	0.0	-0.1
Consumer Staples	6.0	2.2	9.3	2.2	0.0	-0.1	0.0
Energy	8.3	0.9	9.8	2.1	-0.1	0.0	-0.1
Financials	21.6	-2.6	22.4	-2.9	0.1	0.0	0.1
Health Care	9.0	2.1	12.1	1.0	0.1	0.0	0.1
Industrials	13.2	4.0	11.0	1.1	0.4	0.0	0.4
Info Technology	11.0	-2.1	15.2	-0.9	-0.1	0.1	-0.1
Materials	7.6	5.0	3.1	8.3	-0.2	0.3	0.1
Telecom Services	2.5	5.7	2.9	6.6	0.0	0.0	0.0
Utilities	7.0	0.0	3.6	9.4	-0.6	0.3	-0.4
Miscellaneous	0.1	0.0	0.0		0.0	0.0	0.0
TOTAL	100%	0.5	100%	0.6	-0.7	0.6	-0.1

Equity Only Buy/Hold Return (B)	0.5	Stock Selection (E)	-0.7
Benchmark Buy/Hold Return (D)	0.6	Sector Weighting (F)	0.6
Total Relative Return Difference (B/D)	-0.1	Total Selection (E * F)	-0.1
Equity Only Actual Return (*)	0.6	Total Value Added	0.0
Equity Only Buy/Hold Return (B)	0.5	(Selection * Trading)	
Intra-Period Trading (* / B)	0.1		

Beaver County Employees' Retirement Fund

Quarter Ending March 31, 2007

Equity Performance Attribution

C. S. MCKEE & COMPANY

	Portfolio		R 3000(R)		Attribution		
	Pct of Begin Mkt Val (A)	Rate of Return (B)	Pct of Begin Mkt Val (C)	Rate of Return (D)	Stock Selection (E)	Sector Weighting (F)	Total (G)
Cons Discretionary	12.2	0.4	10.8	1.0	-0.1	0.0	-0.1
Consumer Staples	5.2	2.7	8.0	2.8	0.0	0.0	0.0
Energy	12.7	1.7	9.2	2.0	0.0	0.0	0.0
Financials	16.1	-3.0	22.3	-2.3	-0.1	0.2	0.1
Health Care	13.9	0.8	12.0	1.7	-0.1	0.0	-0.1
Industrials	14.2	2.1	11.4	2.1	0.0	0.0	0.0
Info Technology	14.3	-4.9	16.4	-0.3	-0.7	0.0	-0.6
Materials	1.8	9.8	3.8	9.0	0.0	-0.1	-0.1
Telecom Services	2.1	11.5	1.9	8.1	0.1	0.0	0.1
Utilities	3.6	17.4	4.1	9.3	0.3	0.0	0.3
Miscellaneous	4.0	0.0	0.0		0.0	0.0	0.0
TOTAL	100%	0.7	100%	1.3	-0.6	0.0	-0.6

Equity Only Buy/Hold Return (B)	0.7	Stock Selection (E)	-0.6
Benchmark Buy/Hold Return (D)	1.3	Sector Weighting (F)	0.0
Total Relative Return Difference (B/D)	-0.6	Total Selection (E * F)	-0.6
Equity Only Actual Return (*)	1.0	Total Value Added	-0.2
Equity Only Buy/Hold Return (B)	0.7	(Selection * Trading)	
Intra-Period Trading (* / B)	0.3		

Beaver County Employees' Retirement Fund

Quarter Ending March 31, 2007

Equity Performance Attribution

MDL CAPITAL MANAGEMENT INC

	Portfolio		R 1000(R) VALUE		Attribution		
	Pct of Begin Mkt Val (A)	Rate of Return (B)	Pct of Begin Mkt Val (C)	Rate of Return (D)	Stock Selection (E)	Sector Weighting (F)	Total (G)
Cons Discretionary	10.1	0.3	8.0	0.9	-0.1	0.0	-0.1
Consumer Staples	4.9	-0.7	8.8	2.3	-0.1	0.0	-0.2
Energy	12.9	1.4	15.9	1.1	0.0	0.0	0.0
Financials	37.3	-2.5	35.6	-2.5	0.0	-0.1	-0.1
Health Care	8.7	5.3	7.0	2.5	0.3	0.0	0.3
Industrials	5.7	2.7	7.5	2.0	0.0	0.0	0.0
Info Technology	5.3	-2.2	3.0	0.0	-0.1	0.0	-0.1
Materials	5.4	6.8	3.8	10.3	-0.2	0.1	0.0
Telecom Services	6.1	4.4	3.3	8.3	-0.2	0.2	0.0
Utilities	3.6	10.6	7.2	9.5	0.0	-0.3	-0.3
Miscellaneous	0.0		0.0				
TOTAL	100%	0.8	100%	1.2	-0.4	-0.1	-0.5

Equity Only Buy/Hold Return (B)
 Benchmark Buy/Hold Return (D)
 Total Relative Return Difference (B/D)

0.8
 1.2
 -0.5

Stock Selection (E)
 Sector Weighting (F)
 Total Selection (E * F)

-0.4
 -0.1
 -0.5

Equity Only Actual Return (*)
 Equity Only Buy/Hold Return (B)
 Intra-Period Trading (* / B)

1.8
 0.8
 1.0

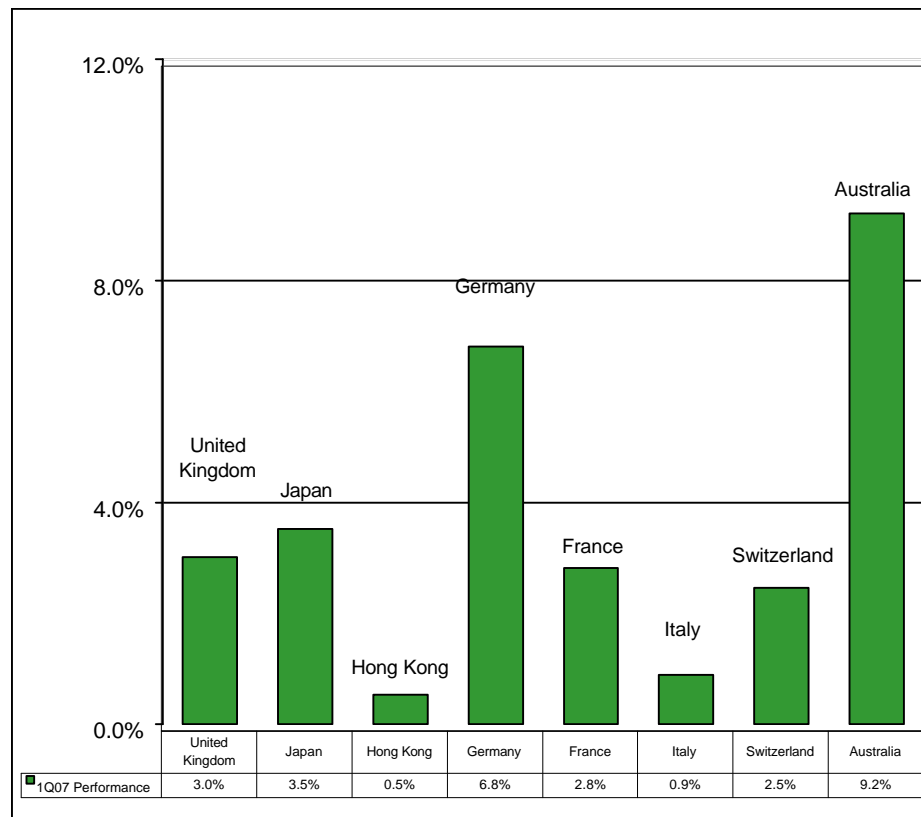
Total Value Added
 (Selection * Trading)

0.5

International Portfolios - *For periods ending March 31, 2007*

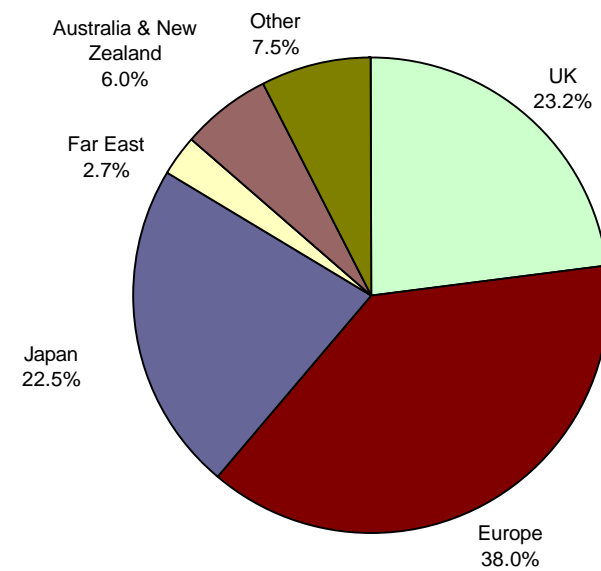
Major Market Performance

Market Performance - First Quarter, 2007



MSCI-EAFE International Equity Index (net of taxes) returned 4.08% for the first quarter.

Country Weighting - EAFE Index

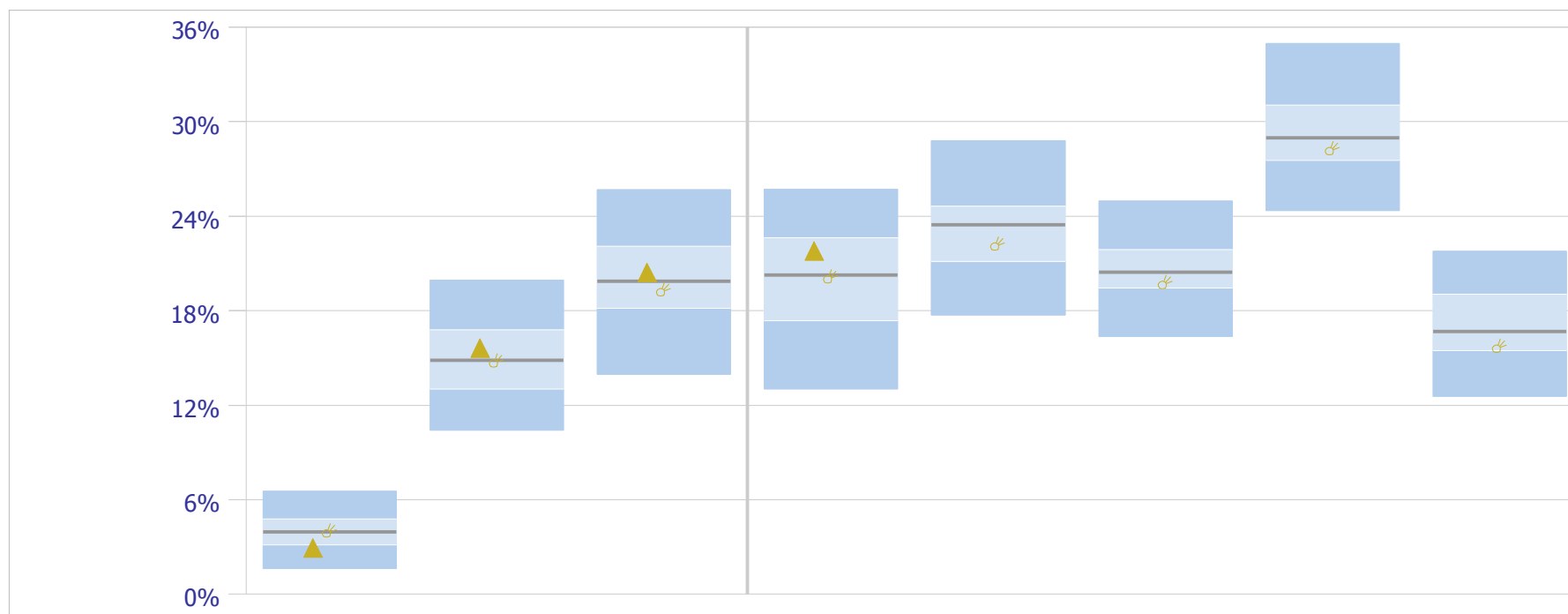


Beaver County Employees' Retirement Fund

Periods Ending March 31, 2007

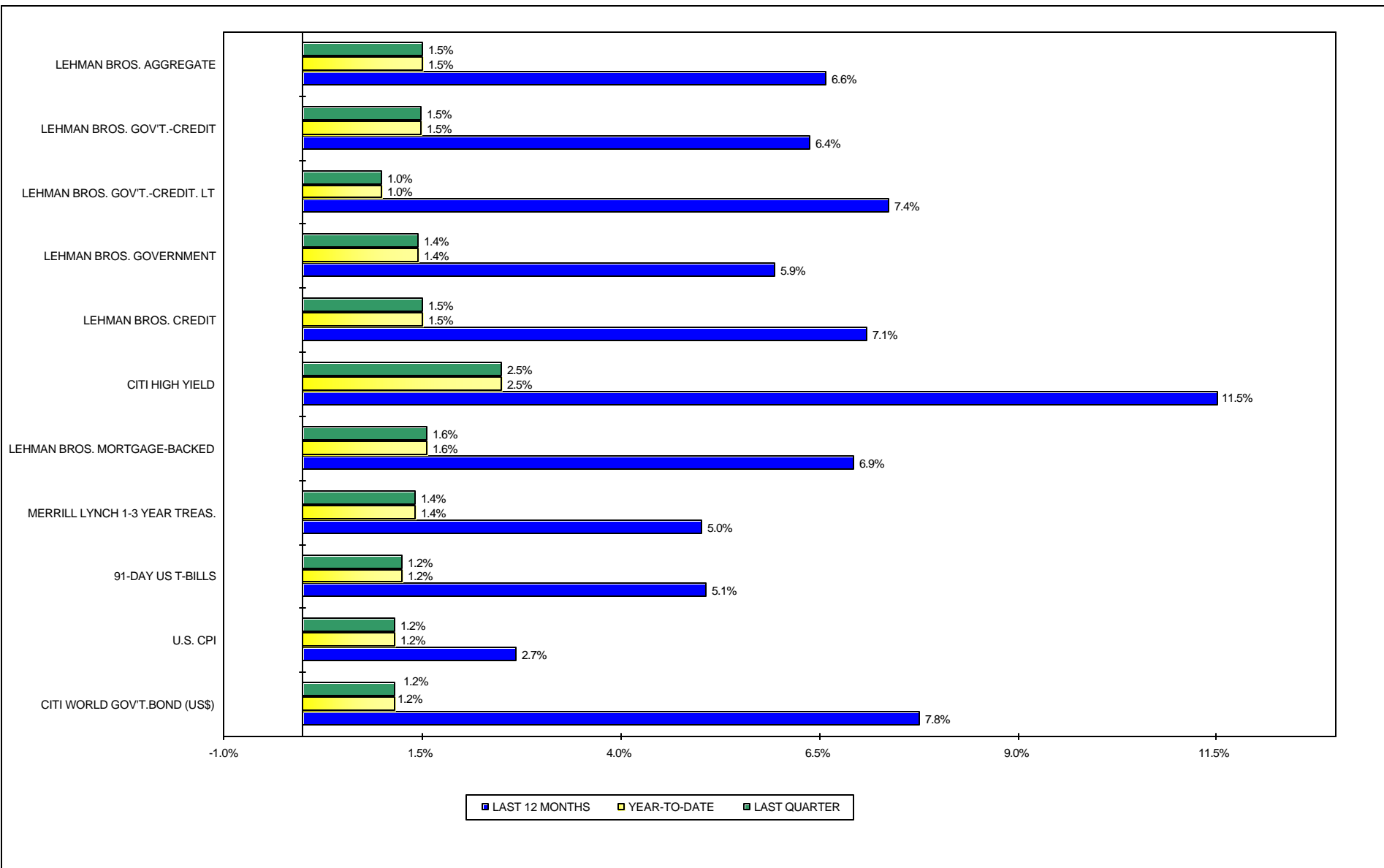
Int'l Developed Mkt Equity Funds

Total Returns



	One Quarter		Two Quarters		Three Quarters		One Year		Two Years		Three Years		Four Years		Five Years	
▲ BOSTON COMPANY	2.9	80	15.6	39	20.4	45	21.8	32								
● MS EAFE NET	4.1	45	14.9	50	19.4	56	20.2	50	22.3	68	19.8	65	28.3	64	15.8	72
Median	4.0		14.9		19.9		20.3		23.5		20.4		29.0		16.7	

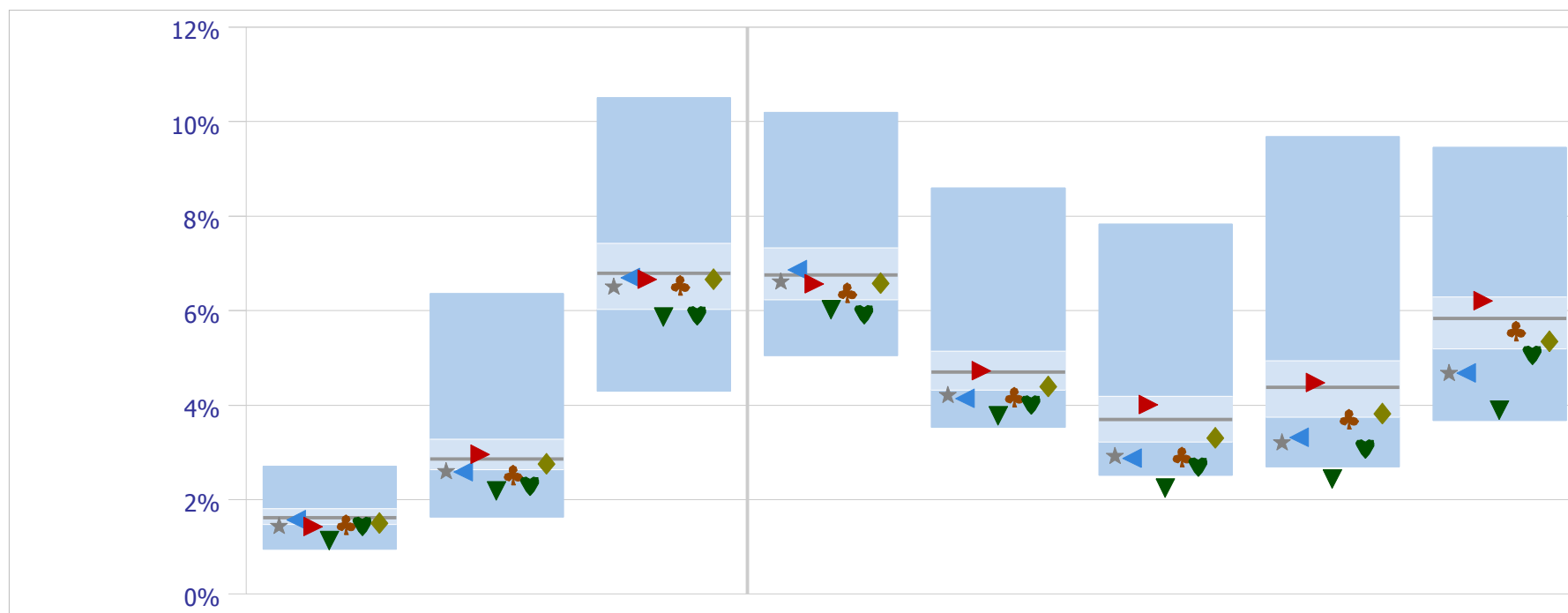
Fixed Income Returns - *periods ending March 31, 2007*



Beaver County Employees' Retirement Fund

Periods Ending March 31, 2007

Bond Only Rates of Return

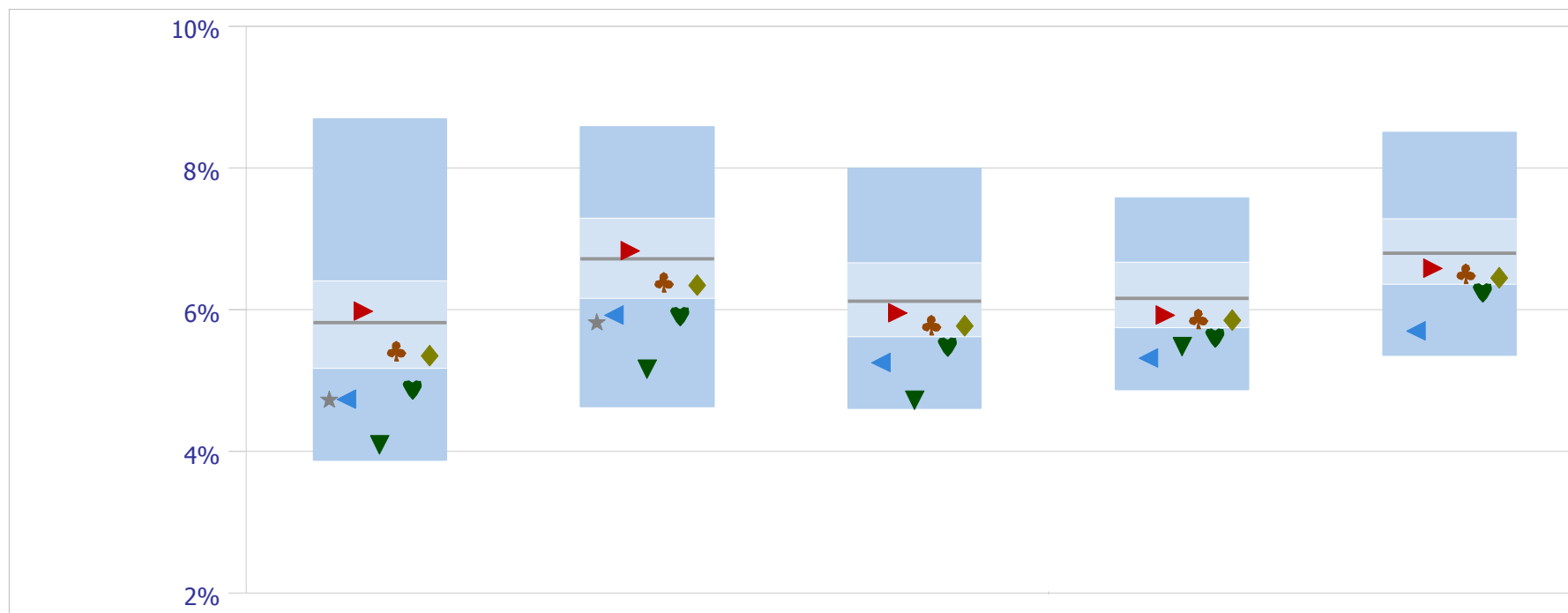


	One Quarter		Two Quarters		Three Quarters		One Year		Two Years		Three Years		Four Years		Five Years	
★ TOTAL FUND	1.4	79	2.6	75	6.5	63	6.6	58	4.2	79	2.9	85	3.2	87	4.7	85
◀ CIM INVEST MGT	1.6	57	2.6	77	6.7	54	6.9	39	4.1	82	2.9	86	3.3	86	4.7	85
▶ C. S. MCKEE	1.4	79	3.0	37	6.7	57	6.6	63	4.7	48	4.0	37	4.5	46	6.2	28
▼ MDL CAPITAL	1.1	91	2.2	90	5.9	78	6.0	78	3.8	91	2.2	96	2.4	97	3.9	93
♣ LB GOVT/CREDIT	1.5	75	2.5	81	6.5	62	6.4	69	4.2	81	2.9	85	3.7	76	5.6	60
♥ LB GOVT BOND	1.4	79	2.3	88	5.9	77	5.9	80	4.0	87	2.7	92	3.1	90	5.1	77
♦ LB AGGREGATE	1.5	71	2.8	63	6.7	57	6.6	62	4.4	70	3.3	69	3.8	69	5.4	69
Median	1.6		2.9		6.8		6.8		4.7		3.7		4.4		5.8	

Beaver County Employees' Retirement Fund

Periods Ending March 31, 2007

Bond Only Rates of Return

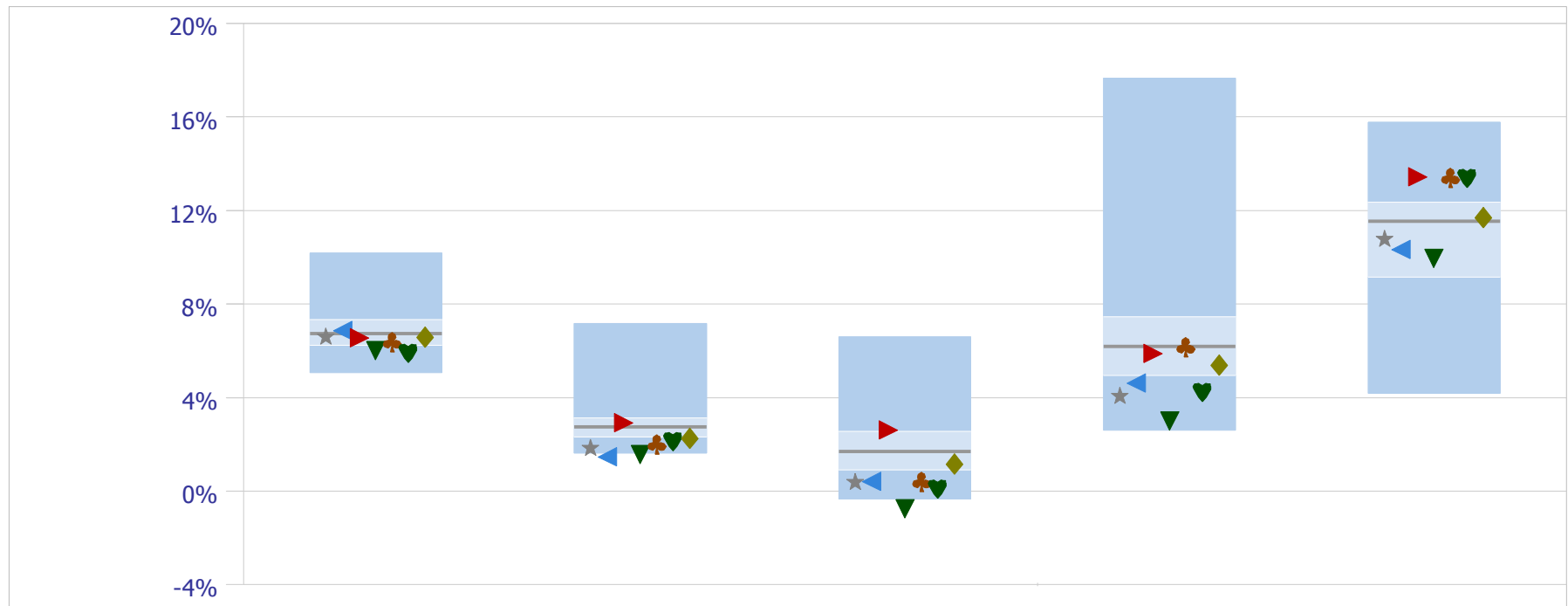


	Six Years		Seven Years		Eight Years		Nine Years		Ten Years	
★ TOTAL FUND	4.7	86	5.8	83						
◀ CIM INVEST MGT	4.7	86	5.9	82	5.3	85	5.3	88	5.7	91
▶ C. S. MCKEE	6.0	42	6.8	45	6.0	58	5.9	62	6.6	61
▼ MDL CAPITAL	4.1	93	5.2	92	4.7	93	5.5	82		
♣ LB GOVT/CREDIT	5.4	64	6.4	66	5.8	67	5.9	66	6.5	66
♥ LB GOVT BOND	4.9	84	5.9	82	5.5	79	5.6	79	6.2	80
♦ LB AGGREGATE	5.4	68	6.3	67	5.8	68	5.9	68	6.5	70
Median	5.8		6.7		6.1		6.2		6.8	

Beaver County Employees' Retirement Fund

Years Ending March

**Bond Only
Rates of Return**

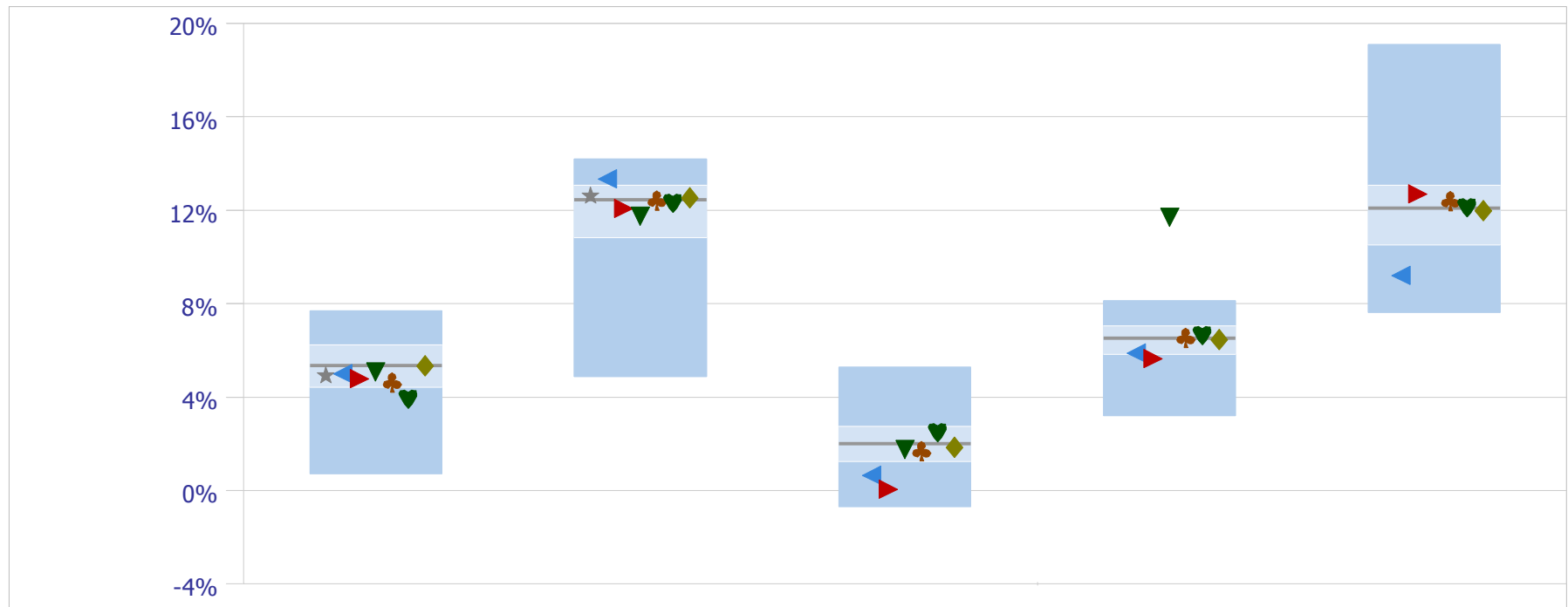


	March 2007		March 2006		March 2005		March 2004		March 2003	
★ TOTAL FUND	6.6	58	1.9	92	0.4	84	4.1	84	10.8	60
◀ CIM INVEST MGT	6.9	39	1.5	95	0.4	84	4.6	79	10.3	64
▶ C. S. MCKEE	6.6	63	2.9	40	2.6	23	5.9	55	13.4	13
▼ MDL CAPITAL	6.0	78	1.6	95	-0.7	97	3.0	92	10.0	67
♣ LB GOVT/CREDIT	6.4	69	2.0	90	0.4	84	6.1	50	13.4	13
♥ LB GOVT BOND	5.9	80	2.1	86	0.1	89	4.2	83	13.4	13
♦ LB AGGREGATE	6.6	62	2.3	80	1.2	67	5.4	65	11.7	46
Median	6.8		2.7		1.7		6.2		11.6	

Beaver County Employees' Retirement Fund

Years Ending March

Bond Only Rates of Return



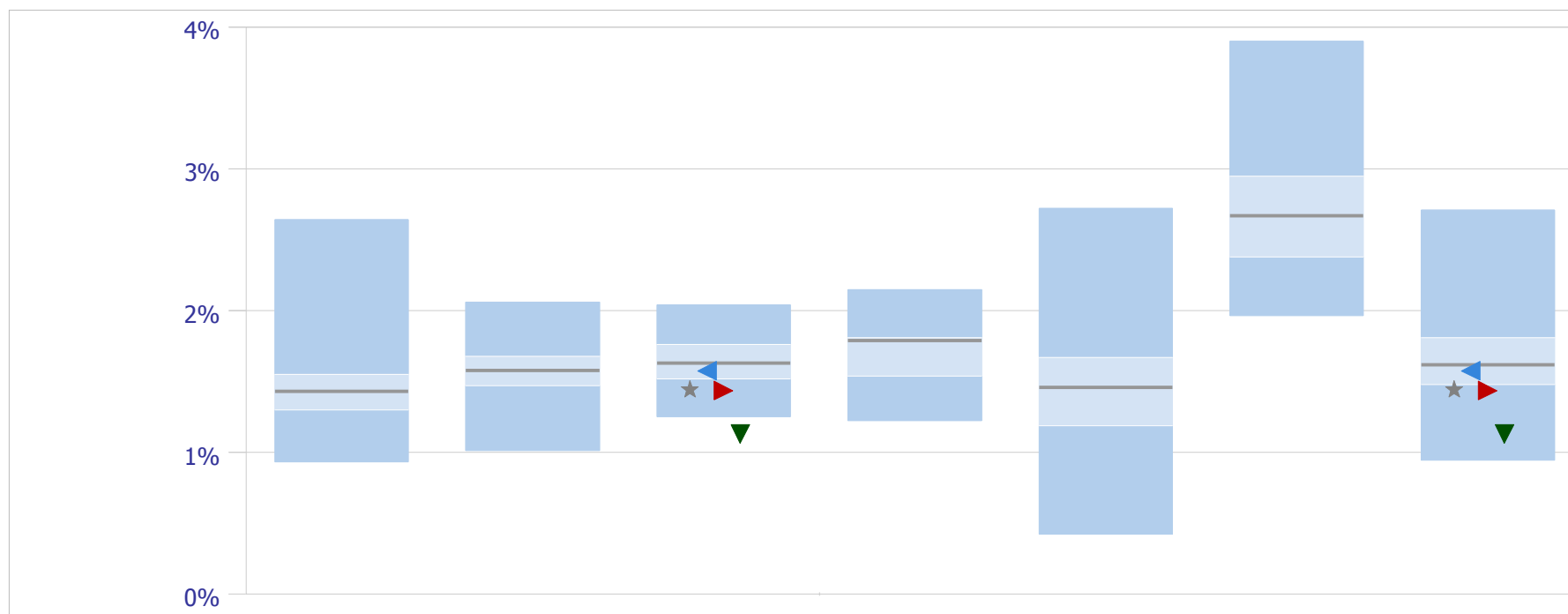
	March 2002	March 2001	March 2000	March 1999	March 1998
★ TOTAL FUND	4.9 63	12.6 42			
◀ CIM INVEST MGT	5.0 61	13.4 14	0.7 85	5.9 74	9.2 86
▶ C. S. MCKEE	4.8 66	12.1 60	0.1 90	5.7 79	12.7 32
▼ MDL CAPITAL	5.1 59	11.8 66	1.8 59	11.7 1	
♣ LB GOVT/CREDIT	4.6 70	12.4 51	1.7 62	6.5 49	12.4 42
♥ LB GOVT BOND	3.9 81	12.3 53	2.5 31	6.7 42	12.1 48
♦ LB AGGREGATE	5.3 50	12.5 47	1.9 55	6.5 52	12.0 53
Median	5.4	12.4	2.0	6.5	12.1

Beaver County Employees' Retirement Fund

Quarter Ending March 31, 2007

Active Fixed Income Style Analysis

Bond Only Returns



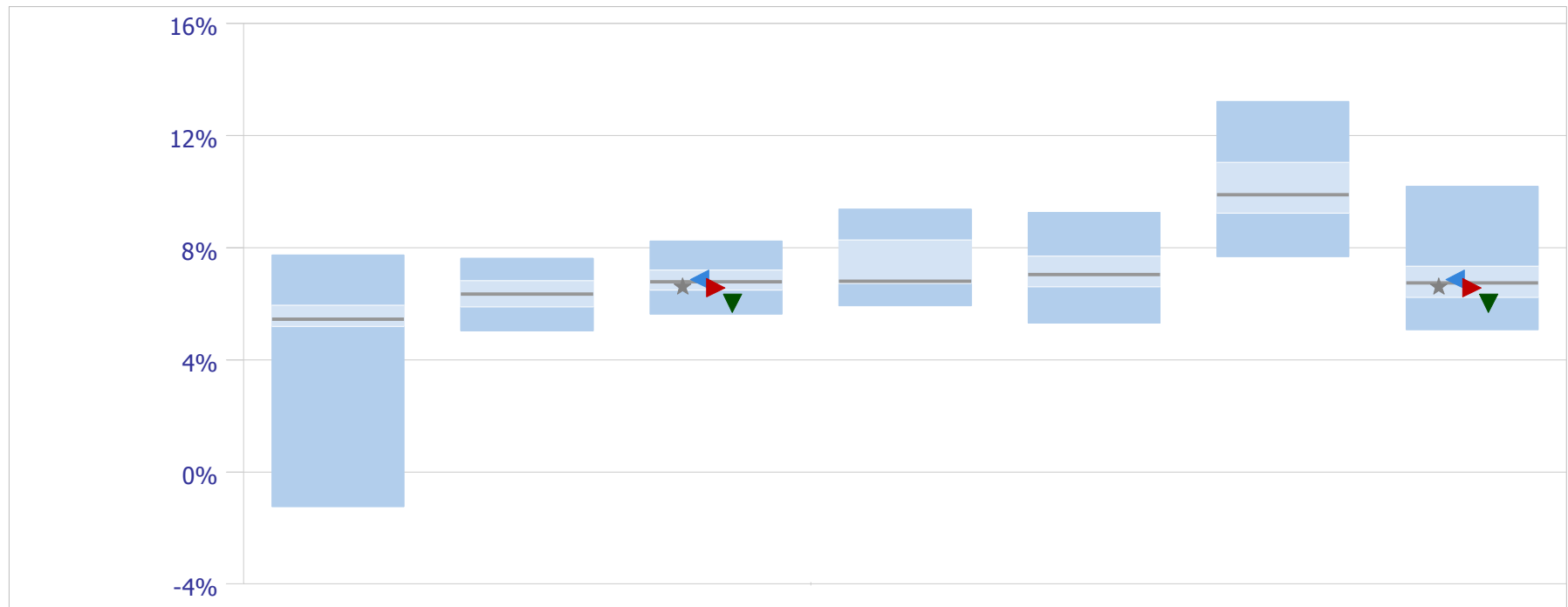
	Short	Inter-mediate	Core	Core Plus	Long	High Yield	Bond Univ
★ TOTAL FUND			1.4 86				1.4 79
◀ CIM INVEST MGT			1.6 60				1.6 57
▶ C. S. MCKEE			1.4 86				1.4 79
▼ MDL CAPITAL			1.1 96				1.1 91
Median	1.4	1.6	1.6	1.8	1.5	2.7	1.6

Beaver County Employees' Retirement Fund

Year Ending March 31, 2007

Active Fixed Income Style Analysis

Bond Only Returns



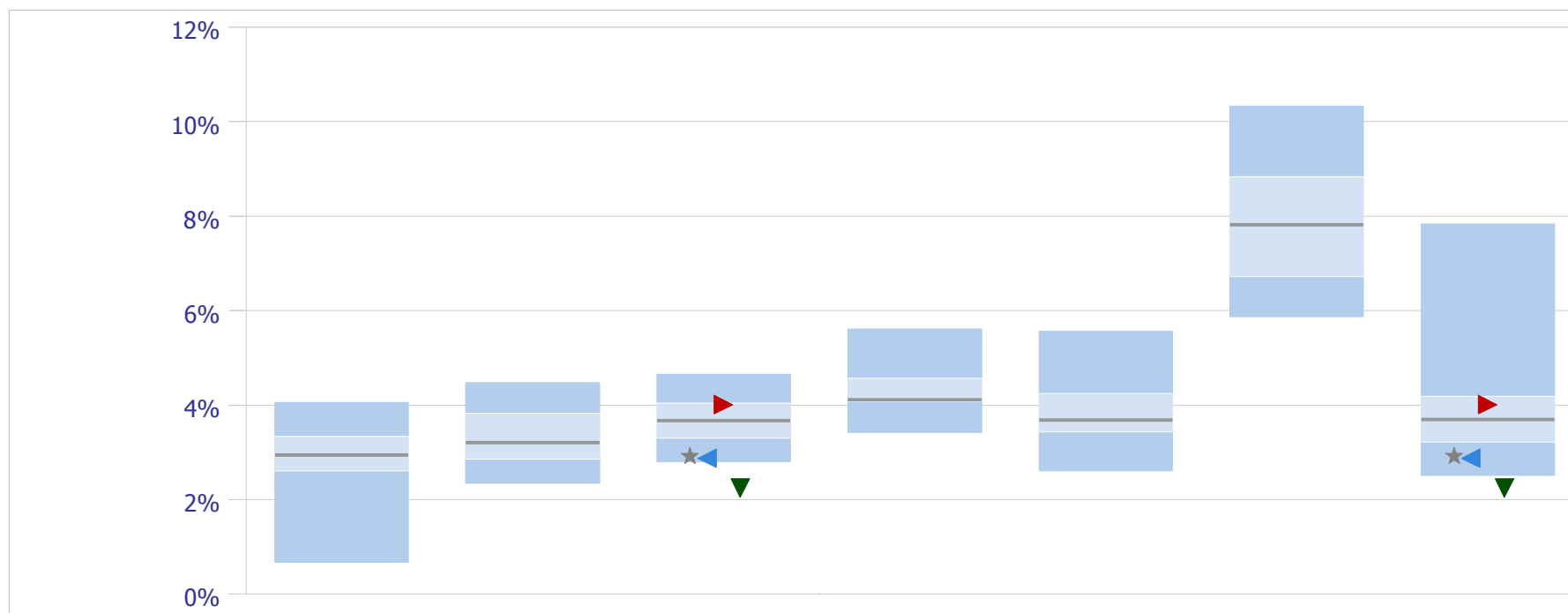
	Short	Inter-mediate	Core	Core Plus	Long	High Yield	Bond Univ
★ TOTAL FUND			6.6 65				6.6 58
◀ CIM INVEST MGT			6.9 41				6.9 39
▶ C. S. MCKEE			6.6 70				6.6 63
▼ MDL CAPITAL			6.0 89				6.0 78
Median	5.5	6.4	6.8	6.8	7.0	9.9	6.8

Beaver County Employees' Retirement Fund

Three Years Ending March 31, 2007

Active Fixed Income Style Analysis

Bond Only Returns



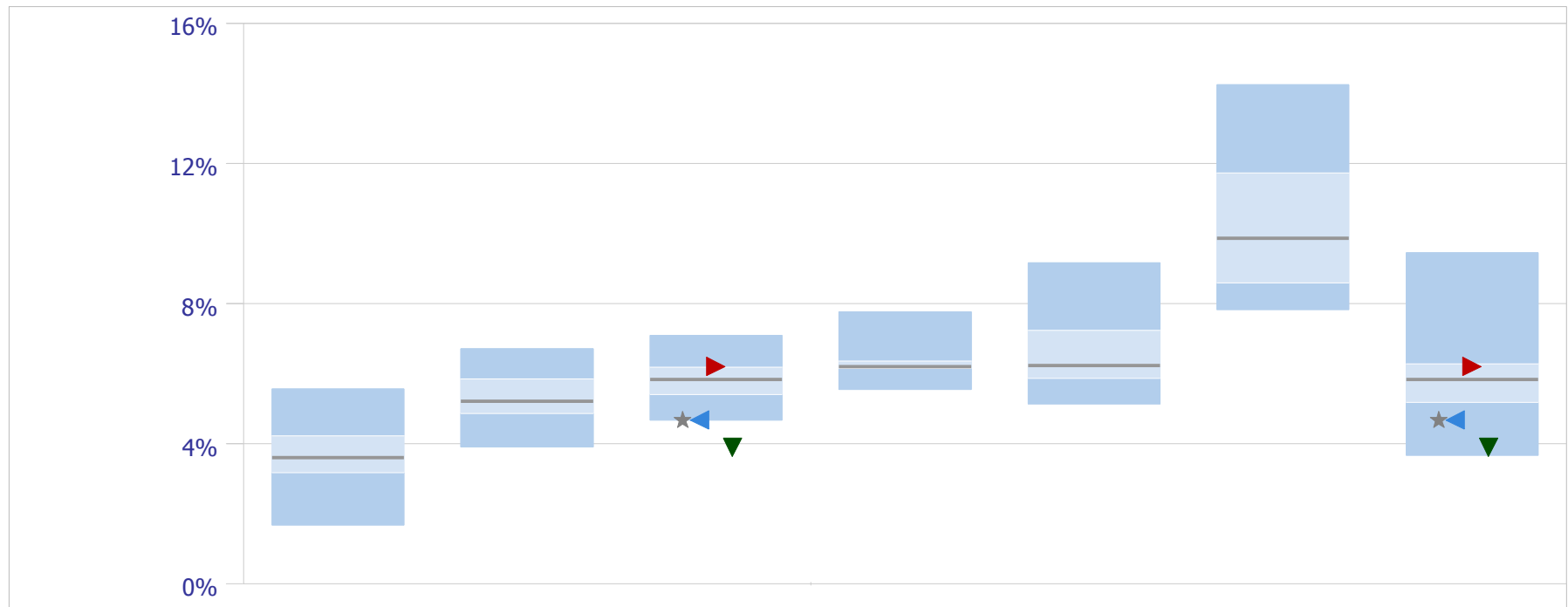
	Short	Inter-mediate	Core	Core Plus	Long	High Yield	Bond Univ
★ TOTAL FUND			2.9 88				2.9 85
◀ CIM INVEST MGT			2.9 90				2.9 86
▶ C. S. MCKEE			4.0 26				4.0 37
▼ MDL CAPITAL			2.2 99				2.2 96
Median	2.9	3.2	3.7	4.1	3.7	7.8	3.7

Beaver County Employees' Retirement Fund

Five Years Ending March 31, 2007

Active Fixed Income Style Analysis

Bond Only Returns



	Short	Inter-mediate	Core	Core Plus	Long	High Yield	Bond Univ
★ TOTAL FUND			4.7 94				4.7 85
◀ CIM INVEST MGT			4.7 94				4.7 85
▶ C. S. MCKEE			6.2 22				6.2 28
▼ MDL CAPITAL			3.9 99				3.9 93
Median	3.6	5.2	5.8	6.2	6.2	9.9	5.8

Beaver County Employees' Retirement Fund

As of March 31, 2007

Bond Summary Statistics

TOTAL FUND

Portfolio Characteristics		
	Portfolio	LB AGGREGATE
Total Number of Securities	184	
Total Market Value	\$ 67,076,295	
Current Coupon	5.19	5.38
Yield To Maturity	4.99	5.30
Average Life	7.28	6.86
Duration	4.67	4.50
Quality	9.37	9.58

Duration (in Years)	
Range	%Held
0.0 to 1.0	11.8
1.0 to 3.0	18.3
3.0 to 4.0	10.6
4.0 to 6.0	18.1
6.0 to 8.0	13.0
Over 8.0	9.1
Unclassified	19.1

Quality	
Range	%Held
Govt (10)	34.9
Aaa (10)	14.2
Aa (9)	4.8
A (8)	17.8
Baa (7)	2.0
Below Baa	0.0
Other	26.3

Yield to Maturity	
Range	%Held
0.0 to 5.0	28.0
5.0 to 7.0	52.9
7.0 to 9.0	0.0
9.0 to 11.0	0.0
11.0 to 13.0	0.0
Over 13.0	0.0
Unclassified	19.1

Average Life	
Range	%Held
0.0 to 1.0	9.2
1.0 to 3.0	11.7
3.0 to 5.0	18.9
5.0 to 10.0	28.8
10.0 to 20.0	5.2
Over 20.0	7.1
Unclassified	19.1

Coupon	
Range	%Held
0.0 to 5.0	40.7
5.0 to 7.0	48.3
7.0 to 9.0	5.1
9.0 to 11.0	0.2
11.0 to 13.0	0.0
Over 13.0	0.2
Unclassified	5.6

Beaver County Employees' Retirement Fund

As of March 31, 2007

Bond Summary Statistics CIM INVESTMENT MANAGEMENT

Portfolio Characteristics		
	Portfolio	LB GOVT/CREDIT
Total Number of Securities	56	
Total Market Value	\$ 30,023,262	
Current Coupon	5.30	5.36
Yield To Maturity	5.04	5.12
Average Life	6.03	7.77
Duration	4.39	5.12
Quality	9.18	9.00

Duration (in Years)	
Range	%Held
0.0 to 1.0	11.7
1.0 to 3.0	18.4
3.0 to 4.0	15.6
4.0 to 6.0	27.0
6.0 to 8.0	19.8
Over 8.0	4.6
Unclassified	2.9

Quality	
Range	%Held
Govt (10)	41.3
Aaa (10)	11.8
Aa (9)	5.7
A (8)	30.5
Baa (7)	3.1
Below Baa	0.0
Other	7.5

Yield to Maturity	
Range	%Held
0.0 to 5.0	27.5
5.0 to 7.0	69.6
7.0 to 9.0	0.0
9.0 to 11.0	0.0
11.0 to 13.0	0.0
Over 13.0	0.0
Unclassified	2.9

Average Life	
Range	%Held
0.0 to 1.0	11.7
1.0 to 3.0	10.0
3.0 to 5.0	22.6
5.0 to 10.0	44.3
10.0 to 20.0	5.8
Over 20.0	2.7
Unclassified	2.9

Coupon	
Range	%Held
0.0 to 5.0	37.7
5.0 to 7.0	52.5
7.0 to 9.0	6.8
9.0 to 11.0	0.0
11.0 to 13.0	0.0
Over 13.0	0.0
Unclassified	2.9

Beaver County Employees' Retirement Fund

As of March 31, 2007

Bond Summary Statistics

C. S. MCKEE & COMPANY

Portfolio Characteristics		
	Portfolio	LB AGGREGATE
Total Number of Securities	87	
Total Market Value	\$ 22,833,077	
Current Coupon	5.16	5.38
Yield To Maturity	4.79	5.30
Average Life	7.90	6.86
Duration	4.13	4.50
Quality	9.57	9.58

Duration (in Years)	
Range	%Held
0.0 to 1.0	17.0
1.0 to 3.0	7.5
3.0 to 4.0	3.5
4.0 to 6.0	7.8
6.0 to 8.0	7.1
Over 8.0	9.0
Unclassified	48.1

Quality	
Range	%Held
Govt (10)	19.8
Aaa (10)	9.3
Aa (9)	4.5
A (8)	3.9
Baa (7)	1.4
Below Baa	0.0
Other	61.0

Yield to Maturity	
Range	%Held
0.0 to 5.0	18.2
5.0 to 7.0	33.7
7.0 to 9.0	0.0
9.0 to 11.0	0.0
11.0 to 13.0	0.0
Over 13.0	0.0
Unclassified	48.1

Average Life	
Range	%Held
0.0 to 1.0	9.4
1.0 to 3.0	6.4
3.0 to 5.0	13.1
5.0 to 10.0	9.7
10.0 to 20.0	7.6
Over 20.0	5.6
Unclassified	48.1

Coupon	
Range	%Held
0.0 to 5.0	32.3
5.0 to 7.0	51.5
7.0 to 9.0	6.0
9.0 to 11.0	0.7
11.0 to 13.0	0.0
Over 13.0	0.5
Unclassified	9.1

Beaver County Employees' Retirement Fund

As of March 31, 2007

Bond Summary Statistics MDL CAPITAL MANAGEMENT INC

Portfolio Characteristics		
	Portfolio	LB AGGREGATE
Total Number of Securities	47	
Total Market Value	\$ 14,219,956	
Current Coupon	4.99	5.38
Yield To Maturity	5.06	5.30
Average Life	9.49	6.86
Duration	5.74	4.50
Quality	9.65	9.58

Duration (in Years)	
Range	%Held
0.0 to 1.0	3.6
1.0 to 3.0	35.8
3.0 to 4.0	11.4
4.0 to 6.0	15.9
6.0 to 8.0	7.9
Over 8.0	18.8
Unclassified	6.7

Quality	
Range	%Held
Govt (10)	45.8
Aaa (10)	26.8
Aa (9)	3.2
A (8)	13.2
Baa (7)	0.7
Below Baa	0.0
Other	10.2

Yield to Maturity	
Range	%Held
0.0 to 5.0	45.0
5.0 to 7.0	48.3
7.0 to 9.0	0.0
9.0 to 11.0	0.0
11.0 to 13.0	0.0
Over 13.0	0.0
Unclassified	6.7

Average Life	
Range	%Held
0.0 to 1.0	3.6
1.0 to 3.0	23.6
3.0 to 5.0	20.4
5.0 to 10.0	27.0
10.0 to 20.0	0.0
Over 20.0	18.8
Unclassified	6.7

Coupon	
Range	%Held
0.0 to 5.0	60.4
5.0 to 7.0	34.1
7.0 to 9.0	0.0
9.0 to 11.0	0.0
11.0 to 13.0	0.0
Over 13.0	0.0
Unclassified	5.5

Beaver County Employees' Retirement Fund

Quarter Ending March 31, 2007

Fixed Income Attribution Bond Only Returns

	Return	Beginning Duration	Ending Duration	Average Duration	Return Due to Market	Interest Rate Anticipation	Security Selection
Portfolio							
TOTAL FUND	1.45	4.83	4.94	4.89	1.53	0.00	-0.08
CIM INVEST MGT	1.58	4.77	4.60	4.69	1.51	-0.01	0.07
C. S. MCKEE	1.44	3.75	4.50	4.12	1.48	0.02	-0.06
MDL CAPITAL	1.13	5.86	6.02	5.94	1.59	0.00	-0.46
Benchmark							
<i>LB GOVT/CREDIT</i>	1.48	5.07	5.12	5.10			
<i>LB GOVT BOND</i>	1.45	4.50	4.49	4.50			
<i>LB AGGREGATE</i>	1.50	4.46	4.50	4.54			
<i>90 DAY T-BILLS</i>	1.25	0.25	0.25	0.25			
Market Sensitivity	0.06						

Return Due to Market = T-Bill Return * (Relative Market Sensitivity x (Average Duration - TBill Duration))
 Rate Anticipation = Relative Market Sensitivity x Current Duration - Average Duration
 Selection Effect = (Account Return - TBill Return) - (Relative Market Sensitivity x (Current Duration - TBill Duration))
 Relative Market Sensitivity = (Benchmark Return - TBill Return) / (Benchmark Current Duration - TBill Duration)
 Duration = Duration Option Adjusted

Beaver County Employees' Retirement Fund

As of March 31, 2007

Policy Index Detail

POLICY ACCOUNT:	U26POLY	TARGET POLICY
-----------------	---------	---------------

EFFECTIVE DATE: 09/99

45.00% LB GOVT/CREDIT

42.00% S&P 500

13.00% R 1000(R) VALUE

EFFECTIVE DATE: 01/00

42.00% S&P 500
11.00% LB AGGREGATE

34.00% LB GOVT/CREDIT

13.00% R 1000(R) VALUE

EFFECTIVE DATE: 04/00

46.00% S&P 500
9.00% LB AGGREGATE

31.00% LB GOVT/CREDIT

14.00% R 1000(R) VALUE

EFFECTIVE DATE: 01/02

35.00% S&P 500
10.00% R 1000(R) GR

30.00% LB GOVT/CREDIT
10.00% LB AGGREGATE

15.00% R 1000(R) VALUE

EFFECTIVE DATE: 09/02

32.00% S&P 500
10.00% LB AGGREGATE

30.00% LB GOVT/CREDIT
10.00% R 3000(R) GR

15.00% R 3000(R) VAL
3.00% S&P SM CAP 600

EFFECTIVE DATE: 12/03

32.00% S&P 500
10.00% LB AGGREGATE

30.00% LB GOVT/CREDIT
3.00% S&P SM CAP 600

25.00% R 3000(R)

EFFECTIVE DATE: 03/04

Beaver County Employees' Retirement Fund

As of March 31, 2007

Policy Index Detail

32.00% S&P 500
10.00% LB GOVT/CREDIT

25.00% R 3000(R)
10.00% LB AGGREGATE

20.00% LB GOVT BOND
3.00% S&P SM CAP 600

EFFECTIVE DATE: 03/06

22.50% S&P 500
13.50% LB AGGREGATE
8.00% R 1000(R) VALUE

20.50% R 3000(R)
8.00% MS EAFE NET
3.00% S&P SM CAP 600

16.50% LB GOVT/CREDIT
8.00% LB GOVT BOND

EFFECTIVE DATE: 09/06

22.50% S&P 500
16.50% LB GOVT/CREDIT
3.00% S&P SM CAP 600

21.50% LB AGGREGATE
8.00% R 1000(R) VALUE

20.50% R 3000(R)
8.00% MS EAFE NET

EFFECTIVE DATE: 03/07

22.00% S&P 500
15.50% LB GOVT/CREDIT
6.00% NCREIF PROPERTY

19.50% LB AGGREGATE
8.00% MS EAFE NET
2.00% S&P SM CAP 600

19.50% R 3000(R)
7.50% R 1000(R) VALUE

PFM Advisors

PERFORMANCE EVALUATION AND REPORTING SERVICES INFORMATION DISCLAIMER

PFM Advisors has exercised reasonable professional care in the preparation of this performance report. However, information in this report on market indices and security characteristics, as well as, information incorporated in the Capital Market Review, is received from sources external to PFM Advisors. Also, PFM Advisors relies on the client's custodian for security holdings and market values, and transaction dates reported by custodians may differ from money manager statements. While efforts are made to ensure that the data contained herein is accurate and complete, we disclaim all responsibility for any errors that may occur.